

**CALCASIEU PARISH VOLUNTARY COUNCIL  
ON AGING, INC.**  
Lake Charles, Louisiana

Financial Report

Year Ended June 30, 2010

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 2/23/11

## TABLE OF CONTENTS

	<u>Page No.</u>
Management's Discussion and Analysis	1-8
Independent Auditor's Report	9-10
Basic Financial Statements	
Government Wide Financial Statements:	
Statement of Net Assets	12
Statement of Activities	13-14
Fund Financial Statements:	
Balance Sheet - Governmental Funds	16
Statement of Revenues, Expenditures and Changes in Fund Balances	17
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	18
Statement of Net Assets - Proprietary Funds	19
Statement of Revenues, Expenses and Changes in Fund Net Assets - Proprietary Funds	20
Statement of Cash Flows - Proprietary Funds	21
Statement of Fiduciary net Assets - Fiduciary Funds	22
Statement of Changes in Fiduciary Net Assets - Fiduciary Funds	23
Notes to Financial Statements	24-48
Supplementary Information Required by GASB Statement 34:	
Budgetary Comparison Schedule - General Fund	50
Budgetary Comparison Schedule - Senior Centers Fund	51
Budgetary Comparison Schedule - Title III B Fund	52
Budgetary Comparison Schedule - Title III C-1 Fund	53
Budgetary Comparison Schedule - Title III C-2 Fund	54
Supplementary Financial Information Required by GOEA:	
Schedule of Nonmajor Special Revenue Funds	56-57
Comparative Schedule of General Fixed Assets and Changes in General Fixed Assets	58
Supplementary Financial Information Required by OMB Circular A-133:	
Schedule of Expenditures of Federal Awards	60-61
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters	62-63
Independent Auditor's Report on Compliance with Requirements Applicable to each Major Program and on Internal Control over Compliance	64-65
Schedule of Findings and Questioned Costs	66-67
Summary Schedule of Prior Audit Findings	68
Management's Corrective Action Plan	69

## **MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)**

The following discussion and analysis of Calcasieu Parish Voluntary Council on Aging, Inc.'s financial performance provides an overview of the Council's financial activities for the year ended June 30, 2010. Please read it in conjunction with the financial statements, which begin on page 13.

### **FINANCIAL HIGHLIGHTS**

The Council showed a net increase in overall net assets of \$186,530 or 19% this year.

Net Capital Assets of the Council increased by \$1,338.

The unreserved, undesignated fund balance for the Council's General Fund was \$319,845 at year-end which is a \$74,717 increase from the prior year.

The Council received a grant from the Calcasieu Parish Policy Jury of \$136,440, of which \$100,004 was to provide for home-delivered meals and \$36,436 was for senior centers.

The Council incurred an increase in the amount due from component units in the amount of \$67,186.

### **HOW TO USE THIS ANNUAL REPORT**

This annual report consists of a series of financial statements. The Basic Financial Statements are presented, as well as the Government-Wide statement, the Statement of Net Assets and the Statement of Activities, and provide information about the activities of the Council as a whole and present a longer-term view of the Council's finances. Fund financial statements are presented, and for governmental activities, these statements tell how services were financed in the short-term as well as what remains for future spending. Fund financial statements also report the Council's operations in more detail than the government-wide statements by providing information about the Council's most significant funds.

Our auditor has provided assurance in his independent auditor's report, located immediately after this Management's Discussion and Analysis, that the Basic Financial Statements are fairly stated. The auditor is providing varying degrees of assurance about Supplementary Financial Information Required by GOEA and OMB Circular A-133 that follow later in the independent auditor's report. A user of this report should read carefully to ascertain the level of assurance being provided for each part of the financial section of the report.

#### **Reporting the Council as a Whole Using Government-Wide Statements**

Our analysis of the Council as a whole begins on page 4. An important question to ask about the Council's finances is, "Is the Council as a whole better off or worse off as a result of the year's activities?" The Statement of Net Assets and the Statement of Activities (referred to collectively as the Government-Wide Financial Statements) report information about the Council as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using

the accrual basis of accounting, which is similar to the accounting method used by most private-sector companies. All current year revenues and expenses are taken into account regardless of when cash is received or paid.

The Government-Wide statements can be found on pages 12 to 14 and report the Council's net assets and changes in them. Some of the net assets are restricted which means they can only be used for a specific purpose. The Statement of Net Assets is designed to present the financial position of the Council as of year-end. Over time, increases or decreases in the Council's net assets are one indicator of whether its financial position is improving or deteriorating. However, to assess the overall financial position of the Council, you will need to consider other nonfinancial factors, such as the condition of the Council's capital assets and facilities, the addition or termination of grants and other revenue sources, and the expansion or contraction of programs and services.

The Statement of Activities provides information that shows how the Council's net assets changed as a result of this year's activities. All of the Council's significant activities are reported in the Statement of Activities. These activities include an Administration function, interest on long-term debt, and a Health, Welfare, and Social Services function is comprised of various programs that include assistance, and disease prevention and health promotion. The activities of the Council consist of governmental and business-type activities. A governmental activity is one where the Council uses the money it receives from government grants and contracts, along with donations from the general public, or a segment of the general public, such as the elderly. In other words, the people benefiting from the services are not required to pay for what they receive. Because the Council charges fees to cover all or most of the cost of providing a service in the Bingo Fund and Bingeaux Café Fund, these activities are classified as business-type activities.

#### **Reporting the Council's Most Significant Funds Using Fund Financial Statements**

The Fund Financial Statements can be found on pages 16 to 23 and provide detailed information about the most significant funds - not the Council as a whole. In the Fund Financial Statements you will see a General Fund and a variety of Special Revenue Funds. The General Fund is used to account for all financial resources except those that are required to be accounted for in another fund. The Special Revenue Funds account for the proceeds of specific revenue sources that are legally restricted to expenditure for specified purposes. By using separate funds to track revenues and expenditures, we can control and manage funds for particular purposes or we can show that the fund is meeting legal responsibilities for using certain grants and other money.

The General Fund and Special Revenue Funds are considered governmental funds. Governmental funds focus on how money flows into and out of funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called the modified accrual accounting, which measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements provide a detailed short-term view of the Council's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Council's programs. We have presented the difference between the net assets on a separate page that follows the balance sheet for Governmental funds and the change in net assets for the governmental activities has been presented in a reconciliation on a separate page that follows the Statement of Revenues, Expenditures, and Changes in Fund Balances for the Governmental Funds.

## **Notes to the Financial Statements**

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 24 to 48. You should read the notes before making assumptions or drawing conclusions about the Council's financial condition.

## **Supplementary Financial Information Required by GASB Statement 34**

The Governmental Accounting Standards Board (GASB) Statement 34 requires budgetary comparison schedules for the General Fund and each major Special Revenue Fund that has a legally adopted annual budget. The schedules compare the original and final appropriated budgets to actual budget results for the Council's fiscal year. We have also opted to present positive and negative variances between the final budget and actual amounts.

Major funds are those funds whose revenues, expenditures assets, or liabilities are at least 10% of corresponding totals for all governmental funds. In addition, a major fund could be a fund that does not meet these criteria but which we believe is important to present for the Council's financial statement users.

Management's Discussion and Analysis is also required supplementary information (RSI) by GASB Statement 34. However, it is presented as the first item in this reporting package and not with the other RSI by GASB Statement 34.

## **Other Supplementary Financial Information Required by GOEA and OMB Circular A-133**

The Council has also presented other required supplementary information in this report package.

The Governor's Office of Elderly Affairs (GOEA) has required the Council to present as schedules the information on pages 56 to 58. This information will be used by GOEA to verify the accuracy of information the Council submitted to it during the year and to help GOEA monitor certain compliance requirements set forth in the grants that it has with the Council.

The Office of Management and Budget (OMB) through its Circular A-133 requires a Schedule of Expenditures of Federal Awards. This schedule will present required information about the Council's federally funded programs in a manner that can facilitate financial and compliance analysis by the agencies that have granted federal money to the Council.

## AN ANALYSIS OF THE COUNCIL AS A WHOLE USING GOVERNMENT-WIDE FINANCIAL STATEMENTS

The following table reflects condensed information on the Council's net assets:

	2010	2009	Increase (Decrease)
Current and other assets	\$ 513,232	\$ 426,523	\$ 86,709
Capital assets, net of depreciation	<u>667,389</u>	<u>666,051</u>	<u>1,338</u>
Total Assets	<u>1,180,621</u>	<u>1,092,574</u>	<u>88,047</u>
Compensated absences	25,072	25,167	(95)
Other liabilities	102,610	152,155	(49,545)
Notes payable	<u>71,881</u>	<u>62,332</u>	<u>9,549</u>
Total Liabilities	<u>199,563</u>	<u>298,046</u>	<u>(98,483)</u>
Net assets:			
Invested in capital assets net of related debt	419,152	397,838	21,314
Restricted	9,514	12,968	(3,454)
Unrestricted	<u>552,392</u>	<u>383,722</u>	<u>168,670</u>
Total Net Assets	<u>\$ 981,058</u>	<u>\$ 794,528</u>	<u>\$ 186,530</u>

As of June 30, 2010, the Council "as a whole" had assets exceeding liabilities by \$981,058.

The Council's unrestricted net assets increased by \$168,670 or 31% during the year. This illustrates that the Council's financial position remains steady. About 56% of the Council's net assets are unrestricted as of June 30, 2010. It is important that the Council have unrestricted net assets so that we will have resources available to adapt to changes in the economy, emergencies, unexpected needs, and reductions in or termination of grant revenues by government agencies.

The Council's restricted net assets decreased by \$3,454, which was due to a decrease in funds restricted for utility assistance. Net assets are reported as restricted when the constraints placed upon the asset's use are either (a) externally imposed by a grantor, contributor, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.

The net assets that have been invested in capital assets are presented net of any related outstanding debt incurred to acquire them. The Council has a mortgage of \$71,881 which has been subtracted from the capital asset amounts.

The liability for compensated absences was \$25,167 at June 30, 2010. This liability represents what the Council would owe to its employees as of year-end for unused vacation leave. If employee vacation patterns are similar from year to year and if the number of employees remains about the same, then the amount owed at year-end will not change very much from year to year. This liability could adversely affect the Council's financial position if we were to have to lay off a significant portion of our workforce. This event would trigger the immediate payment of unused vacation to the terminated employees resulting in the Council having to use unrestricted net assets to make the payments.

Other liabilities decreased by \$49,545 this year or 48%, due to a decrease in Accounts Payable at year end. Any funds received but not spent as of year-end must be presented as a liability in the Council's financial statements. Accordingly, if the Council does not spend the money by the time the grant or contract expires, it will have to refund the unused portion.

Table 2 illustrates the revenues and expenses that caused the change in net assets over the two-year period.

Table 2  
Increase (Decrease) in Net Assets for Governmental Activities

	2010	2009	Increase (Decrease)
Revenues			
Program Revenues			
Charges for services	\$ 172,769	\$ 101,607	\$ 71,162
Operating grants and contributions	1,370,613	1,401,949	(31,336)
General revenues:			
Unrestricted grants and contributions	249,965	237,701	12,264
Miscellaneous	13,152	39,896	(26,744)
Interest income	19	324	(305)
Fund raisers	-	-	-
Total Revenues	<u>1,806,518</u>	<u>1,781,477</u>	<u>25,041</u>
Direct Program Expenses of the Health, Welfare, and Social Services Function			
Supportive Services			
Homemaker	83,006	61,859	21,147
Information and assistance	22,000	15,773	6,227
Legal assistance	13,784	8,025	5,759
Outreach	73,972	65,162	8,810
Other non-priority services	15,769	14,961	808
Recreation	74,283	57,979	16,304
Multi-purpose Senior Centers	126,271	158,494	(32,223)
Nutrition Services			
Congregate meals	249,339	258,177	(8,838)
Home delivered meals	748,227	776,309	(28,082)
Utility assistance	46,393	94,972	(48,579)
Disease prevention and health promotion	24,360	26,316	(1,956)
National family caregiver:			
Respite	60,836	43,021	17,815
Other services	60,044	74,867	(14,823)
Long-term care ombudsman	98,331	100,688	(2,357)
Senior activities	5,115	1,137	3,978
Prescription assistance	109,196	116,324	(7,128)
Elderly housing	10,918	32,030	(21,112)
Disaster services	-	-	-
Transportation and volunteer services	-	-	-
Administration expenses	154,024	129,033	24,991
Interest on long-term debt	-	-	-
Total expenses	<u>1,975,869</u>	<u>2,035,127</u>	<u>(59,258)</u>
Excess (deficiency) of revenues over expenses before transfers	(169,351)	(253,650)	84,299
Transfers from business-type activities	<u>261,928</u>	<u>262,045</u>	<u>(117)</u>
	<u>\$ 92,577</u>	<u>\$ 8,395</u>	<u>\$ 84,182</u>

The Council's total revenues for governmental activities (excluding transfers from business-type activities) increased by \$25,046 versus last year. Generally, unless new sources of funds are found, or unless the amounts of the grants and contracts are raised, it is difficult for us to expand current levels of service or start new programs.

## **AN ANALYSIS OF GOVERNMENTAL ACTIVITIES**

Most of the Council's activities are funded by federal, state, and local grants. These grants amount to \$1,414,764 in 2010 and represent 78% of total revenues. Some of these grants are restricted which means that the money can only be used in certain programs. The amount of funds available from most of the grants remains rather constant from year to year, unless some new source of grants is generated. However, some change based upon the level of service provided under the terms of the particular grant award.

The Council also receives donations from its clients and the general public. These revenues help to lessen the financial burden on the Council and allow it to maintain and expand services. Public support revenues were \$378,474 or 21% of the total revenues of 2010.

When reviewing the Government-Wide Statement of Activities, there are relationships that are important to the understanding of the Council's operations. As you can see, the Council's largest activities are related to supportive services and nutrition services. The Council's main focus is to meet the needs of the elderly citizens of Calcasieu Parish. There is a high demand for these services; therefore, resources are channeled to meeting the demand.

You will also note that most of the governmental activities have more expenses than revenues. We expect this situation to occur and have prepared the Council's budgets for these activities with this in mind. Traditionally, general revenues are used to cover the excess of expenses over revenues in these activities.

You will also note that most of the governmental activities have more expenses than revenues. We expect this situation to occur and have prepared the Council's budgets for these activities with this in mind. Traditionally, general revenues are used to cover the excess of expenses over revenues in these activities.

## **AN ANALYSIS OF THE COUNCIL'S FUNDS USING GOVERNMENT FUND FINANCIAL STATEMENTS**

### **Fund Balances**

The Council showed a combined governmental fund balance of \$329,359 (as shown on the Fund Financial Statement's balance sheet) at the end of this year, which is an increase of \$71,263. This consists of an increase in the General Fund Balance of \$74,717 and a decrease in the Special Revenue Fund of \$3,454. The primary reason for the increase in the General Fund's balance is as follows:

The Council had \$76,141 less transfers out than in 2009.

The governmental fund revenues increased \$25,046 this year versus last year. Some of the reasons for this increase are as follows:

- The Council received more grant monies in the amount of \$56,047 from GOEA.
- The Council had less local and miscellaneous revenue in 2010 as compared to 2009.



### Expenditures

Total expenditures decreased by \$67,988 this year, or 3%. Some of the notable reasons why this occurred are as follows:

- There was an increase of \$36,742 in the cost of personnel and related payroll taxes compared to last year.
- There was an increase of \$28,632 in the cost of operating supplies compared to last year.
- Expenditures for utility assistance decreased by \$48,581.
- Other costs decreased by \$47,170.
- Full service contracts decreased by \$42,014.

### **AN ANALYSIS OF THE GENERAL FUND BUDGET**

Over the course of this past fiscal year the budget was amended one time. The amendment was approved at a Board of Directors meeting on May 25, 2010. The amendment effectively approves any expenditure that had already been incurred that exceeded its original budgeted amount. The primary reasons for amending the budget are to account for unanticipated changes in both revenues and expenditures and to prevent compliance violations under the Council's grant from GOEA.

You can find schedules of the original and amended budgets for the General Fund in the Supplementary Financial Information Required by GASB Statement 34 section of this report on pages 50 to 54. When you review the budget versus actual schedule, you will note that the net variances are not very large. This is a result of the budget amendment process, which allows us the opportunity to use hindsight to adjust the forecast that is made at the beginning of the year. With only two months left in the fiscal year at the time the budget is amended, the risk of a significant budget overrun is reduced because of our ability to more accurately predict what will occur over a shorter period of time versus a longer period of time.

### **AN ANALYSIS OF CAPITAL ASSET AND DEBT ADMINISTRATION**

At the end of the fiscal year, the Council had \$491,033, in fixed assets net of accumulated depreciation. This amounted to a net decrease of \$27,529 over last year.

	Governmental Activities		Business-Type Activities	
	2010	2009	2010	2009
Land & building	\$ 466,428	\$ 481,698	\$ 141,361	\$ 106,828
Vehicles	6,455	12,914	-	-
Furniture & Equipment	18,150	23,950	13,249	40,661
Total	<u>\$ 491,033</u>	<u>\$ 518,562</u>	<u>\$ 154,610</u>	<u>\$ 147,489</u>

The Council has long-term debt for the mortgage on the building. This amount, \$71,881, is shown as a reduction to net capital assets in the government-wide statement of net assets. We have already discussed the nature and effects of the compensated absence liability.

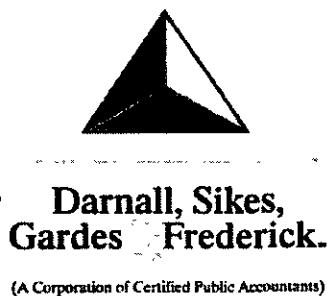
## **ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS**

The Council receives most of its funding from federal and state agencies. Because of this, the source of income for the Council is rather steady. However, some of the Council's grants and contracts are contingent upon the level of service provided by the Council, and therefore, revenues may vary from year to year. In setting its budget for the fiscal year 2011, it was important that we deliver at least the same level of service to our clients and the public as we did in 2010. All of the Council's grants and contracts from the usual federal and state agencies have been approved for FY 2011. There have been no significant changes to the funding levels or terms of the grants and contracts. Accordingly, we have set our initial budget to provide the same programs and levels of service next year. GOEA has also approved the Council's budget for next year.

The Council has been awarded a grant from HUD for the purpose of building Section 202 housing for the elderly. The apartments will be built in Vinton, Louisiana, and will be named *Vinton Senior Manor*. The Council has formed a "new owner" non-profit corporation which can have the same board members.

## **CONTACTING THE COUNCIL'S MANAGEMENT**

Our financial report is designed to provide government agencies and the general public an overview of the Council's finances and to demonstrate accountability for the money that it receives. If you have any questions about this report or wish to ask for more information, you should contact Sonya "Toni" Caraway, the Council's Executive Director, at the Council's main office located at 3950 Gerstner Memorial Drive, Lake Charles, Louisiana or by phone at 337-474-2583.



Eugene H. Darnall, CPA, Deceased 1990

E. Larry Sikes, CPA/PFS, CVA, CFP™  
 Danny P. Frederick, CPA  
 Clayton E. Darnall, CPA, CVA  
 Eugene H. Darnall, III, CPA  
 Stephanie M. Higginbotham, CPA  
 John P. Armato, CPA/PFS  
 J. Steven Gardes, CPA, CVA  
 Jennifer S. Ziegler, CPA/PFS, CFP™  
 Chris A. Miller, CPA, CVA  
 Stephen R. Dischler, MBA, CPA  
 Steven G. Moosa, CPA  
 M. Rebecca Gardes, CPA  
 Pamela Mayeaux Bonin, CPA, CVA  
 Joan B. Moody, CPA  
 Erich G. Loewer, III, MTX, CPA, M.S.Tax  
 Lauren F. Hebert, CPA/PFS  
 Barbara Ann Watts, CPA  
 Craig C. Babineaux, CPA/PFS, CFP™  
 Jeremy C. Meaux, CPA

Kathleen T. Darnall, CPA  
 Dustin B. Baudin, CPA, MBA  
 Kevin S. Young, CPA  
 Adam J. Curry, CPA  
 Chad M. Bailey, CPA  
 Carol C. Guillory, CPA  
 Christy S. Dew, CPA  
 Cecelia A. Hoyt, CPA  
 Blaine M. Crochet, CPA, M.S.  
 Rachel W. Ashford, CPA  
 Veronica L. LeBleu, CPA  
 Jacob C. Roberie, CPA  
 S. Luke Sonnier, CPA  
 Kyle P. Saltzman, CPA  
 Elise B. Fauchaux, CPA

## INDEPENDENT AUDITOR'S REPORT

The Board of Directors  
 Calcasieu Parish Voluntary Council on Aging, Inc.  
 Lake Charles, Louisiana

We have audited the accompanying financial statements of the governmental activities, business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Calcasieu Parish Voluntary Council On Aging, Inc., as of and for the year ended June 30, 2010, which collectively comprise the Council's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Council's management. Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the financial statements of the component units, which statements reflect total assets of \$4,568,510 as of June 30, 2010, and total revenues of \$1,458,412 for the year then ended. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the component units, is based solely on the report of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the Calcasieu Parish Voluntary Council On Aging, Inc. as of June 30, 2010, and the respective changes in financial position and where applicable, cash flows thereof for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

2000 Kaliste Saloom Rd.  
 Suite 300  
 Lafayette, LA 70508  
 Phone 337.232.3312  
 Fax: 337.237.3614

1231 E. Laurel Ave.  
 Eunice, LA 70535  
 Phone: 337.457.4146  
 Fax: 337.457.5060

1201 Brashear Ave.  
 Suite 301  
 Morgan City, LA 70380  
 Phone: 985.384.6264  
 Fax: 985.384.8140

203 S. Jefferson Street  
 Abbeville, LA 70510  
 Phone: 337.893.5470  
 Fax: 337.893.5470

Member of:  
 American Institute of  
 Certified Public Accountants  
 Society of Louisiana  
 Certified Public Accountants  
[www.dsfcpas.com](http://www.dsfcpas.com)

The Required Supplementary Information are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

In accordance with *government Auditing Standards*, we have also issued our report dated December 13, 2010, on our consideration of the Calcasieu Parish Voluntary Council on Aging, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis and budgetary comparison information on pages 1 through 8 and 50 through 54, are not a required part of the basic financial statements but are supplementary information required by the accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Calcasieu Parish Voluntary Council On Aging, Inc.'s basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements of Calcasieu Parish Voluntary Council On Aging, Inc. The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

*Dannall, Sikes, Gaudes & Frederick*

A Corporation of Certified Public Accountants

Lafayette, Louisiana  
December 13, 2010

**GOVERNMENT WIDE FINANCIAL STATEMENTS**

**CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.**

**Government Wide Statement of Net Assets  
June 30, 2010**

	<b>Primary Government</b>			<b>Component Units</b>
	<b>Governmental Activities</b>	<b>Business Type Activities</b>	<b>Total</b>	
<b>ASSETS</b>				
Cash and cash equivalents	\$ 32,990	\$ 97,201	\$ 130,191	\$ 442,218
Inventory	-	4,651	4,651	-
Miscellaneous receivables	57,254	1,210	58,464	-
Due from Component Unit	316,314	-	316,314	-
Other assets	3,612	-	3,612	-
Capital assets, net of accumulated depreciation	<u>491,033</u>	<u>176,356</u>	<u>667,389</u>	<u>4,126,292</u>
<b>Total Assets</b>	<u>901,203</u>	<u>279,418</u>	<u>1,180,621</u>	<u>4,568,510</u>
<b>LIABILITIES</b>				
Accounts payable	52,952	-	52,952	-
Accrued payroll	46,308	-	46,308	-
Other payables	-	3,350	3,350	171,108
Compensated absences payable	21,764	3,308	25,072	-
Due to other funds	(18,449)	18,449	-	316,314
Notes payable	<u>71,881</u>	<u>-</u>	<u>71,881</u>	<u>280,000</u>
<b>Total Liabilities</b>	<u>174,456</u>	<u>25,107</u>	<u>199,563</u>	<u>767,422</u>
<b>NET ASSETS</b>				
Invested in capital assets, net of debt	419,152	-	419,152	2,386,626
Restricted for:				
Utility Assistance	9,514	-	9,514	-
Housing	-	-	-	59,959
Unrestricted (deficit)	<u>298,081</u>	<u>254,311</u>	<u>552,392</u>	<u>1,354,503</u>
<b>Total Net Assets</b>	<u>\$ 726,747</u>	<u>\$ 254,311</u>	<u>\$ 981,058</u>	<u>\$ 3,801,088</u>

The accompanying notes are an integral part of this statement.

**CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.**

**Government Wide Statement of Activities  
Year Ended June 30, 2010**

	<u>Direct Expenses</u>	<u>Indirect Expenses</u>
<b>Function/Programs</b>		
<b>Primary Government</b>		
<b>Governmental Activities</b>		
<b>Health, Welfare &amp; Social Services:</b>		
Supportive Services:		
Homemaker	\$ 32,289	\$ 50,717
Information and assistance	8,558	13,442
Legal assistance	5,362	8,422
Material aid	-	-
Outreach	28,775	45,197
Other sub-priority services	6,134	9,635
Recreation	28,896	45,387
Multi-purpose Senior Centers	126,271	-
Nutrition Services:		
Congregate meals	157,107	92,232
Home delivered meals	521,920	226,307
Utility assistance	46,393	-
Disease prevention & health promotion	16,184	8,176
National Family Caregiver Support:		
Respite care	60,836	-
Other Services	36,544	23,500
Long-term Care Ombudsman	96,913	1,418
Senior activities	5,115	
Prescription assistance	109,169	27
Housing	10,918	-
Administration	678,485	(524,461)
Total governmental activities	<u>1,975,869</u>	<u>-</u>
<b>Business Type Activities</b>		
Bingo	2,143,277	-
Bingeaux Café	284,997	-
Total business type activities	<u>2,428,274</u>	<u>-</u>
<b>Total Primary Government</b>	<u>4,404,143</u>	<u>-</u>
<b>Component Units Housing</b>		
Housing	<u>200,584</u>	<u>-</u>

Charges for Services	Program Revenues		Net (Expense) Revenue and Increases (Decreases) in Net Assets		Component Units
	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business Type Activities	
\$ 571	\$ 90,331	\$ -	\$ 7,896	\$ -	\$ -
-	8,418	-	(13,582)	-	-
-	6,876	-	(6,908)	-	-
-	737	-	737	-	-
-	36,021	-	(37,951)	-	-
-	7,972	-	(7,797)	-	-
-	34,567	-	(39,716)	-	-
21,611	-	-	(104,660)	-	-
15,990	199,003	-	(34,346)	-	-
134,397	491,447	-	(122,383)	-	-
-	38,426	-	(7,967)	-	-
-	9,817	-	(14,543)	-	-
-	32,586	-	(28,250)	-	-
200	41,017	-	(18,827)	-	-
-	76,218	-	(22,113)	-	-
-	3,272	-	(1,843)	-	-
-	139,881	-	30,685	-	-
-	-	-	(10,918)	-	-
-	154,024	-	-	-	-
172,769	1,370,613	-	(432,487)	-	-
2,555,831	-	-	-	412,554	-
228,324	-	-	-	(56,673)	-
2,784,155	-	-	-	355,881	-
2,956,924	1,370,613	-	-	-	-
78,082	49,403	1,330,822	-	-	1,257,723
General Revenues:					
Grants and contributions not restricted to specific programs			249,965	-	-
Unrestricted investment income			19	-	105
Miscellaneous			13,152	-	-
Transfers			261,928	(261,928)	-
Total general revenues and transfers			525,064	(261,928)	105
Increase (decrease) in net assets			92,577	93,953	1,257,828
Net assets - beginning of the year			634,170	160,358	2,543,260
Net assets - end of the year			\$ 726,747	\$ 254,311	\$ 3,801,088

The accompanying notes are an integral part of this statement.



## **FUND FINANCIAL STATEMENTS**

**CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.**

**Balance Sheet  
Governmental Funds  
June 30, 2010**

	<u>General Fund</u>	<u>Senior Centers</u>	<u>Title IIIB</u>	<u>Title III C-1</u>	<u>Non-Major Funds</u>	<u>Total</u>
<b>ASSETS</b>						
Cash and cash equivalents	\$ 19,576	\$ 1,200	\$ -	\$ -	\$ 12,214	\$ 32,990
Miscellaneous receivables	57,254	-	-	-	-	57,254
Due from other funds	24,045	-	-	-	-	24,045
Due from component units	316,314	-	-	-	-	316,314
Other assets	<u>1,916</u>	-	-	-	<u>1,696</u>	<u>3,612</u>
Total Assets	<u>\$ 419,105</u>	<u>\$ 1,200</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,910</u>	<u>\$ 434,215</u>
<b>LIABILITIES AND FUND BALANCES</b>						
<b>LIABILITIES</b>						
Accounts payable	\$ 52,952	\$ -	\$ -	\$ -	\$ -	\$ 52,952
Accrued payroll	46,308	-	-	-	-	46,308
Other payables	-	-	-	-	-	-
Due to other funds	<u>-</u>	<u>1,200</u>	<u>-</u>	<u>-</u>	<u>4,396</u>	<u>5,596</u>
Total Liabilities	<u>99,260</u>	<u>1,200</u>	<u>-</u>	<u>-</u>	<u>4,396</u>	<u>104,856</u>
<b>FUND BALANCES</b>						
Reserved for:						
Utility assistance	-	-	-	-	9,514	9,514
Unrestricted	<u>319,845</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>319,845</u>
Total Fund Balances	<u>319,845</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,514</u>	<u>329,359</u>
Total Liabilities and Fund Balances	<u>\$ 419,105</u>	<u>\$ 1,200</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,910</u>	

Amounts reported for governmental activities in statement of net assets are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds

Governmental capital assets	1,008,577	
Less accumulated depreciation	<u>(517,544)</u>	
		491,033

Long-term liabilities are not due and payable in the current year and therefore are not reported in the governmental funds	\$ (71,881)
--	-------------

Compensated absences are not due and payable in the current year and therefore are not reported in the governmental funds	<u>(21,764)</u>
---	-----------------

Net assets of governmental activities	<u>726,747</u>
---------------------------------------	----------------

The accompanying notes are an integral part of this statement

**CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.**

**Statement of Revenues, Expenditures and Changes in Fund Balances  
Governmental Funds  
Year Ended June 30, 2010**

	General Fund	Senior Centers	Title IIIB	Title III C-1	Title III C-2	Non-Major Funds	Total
<b>REVENUES</b>							
Intergovernmental:							
Governor's Office of Elderly Affairs	\$ 69,518	\$ 153,500	\$ 157,922	\$ 177,784	\$ 190,953	\$ 493,873	\$ 1,243,550
Louisiana Department of Insurance	-	-	-	-	-	20,441	20,441
Calcasieu Parish Police Jury	-	36,436	-	-	100,004	-	136,440
City of Sulphur	-	14,333	-	-	-	-	14,333
Public support:							
Contributions - unrestricted	65,029	-	-	-	-	5,204	70,233
United Way of Southwest Louisiana	-	-	27,000	-	70,358	-	97,358
Utility company Assistance Programs	-	-	-	-	-	38,426	38,426
Client contributions	-	21,611	459	15,990	134,397	-	172,457
Interest and other income	19	-	-	-	-	-	19
Program service fees:							
Medicaid fees	-	-	112	-	-	-	112
Local and miscellaneous	<u>13,152</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>13,152</u>
Total Revenues	<u>147,718</u>	<u>225,880</u>	<u>185,493</u>	<u>193,774</u>	<u>495,712</u>	<u>557,944</u>	<u>1,806,521</u>
<b>EXPENDITURES</b>							
Health, Welfare, & Social Services							
Current:							
Salaries	4,609	75,886	198,182	127,348	331,922	243,700	981,647
Fringe	393	5,903	21,139	15,901	47,513	30,622	121,471
Travel	-	6,812	4,220	4,471	61,702	12,718	89,923
Operating services	-	12,327	44,487	23,648	72,080	46,457	198,999
Operating supplies	49,706	12,946	9,427	6,654	14,817	11,694	105,244
Other costs	112	7,812	-	208	-	13,064	21,196
Full service contracts	-	-	5,362	71,109	220,193	71,533	368,197
Meals	7,356	4,586	-	-	-	992	12,934
Utility assistance	-	-	-	-	-	46,391	46,391
Capital outlay	-	-	-	-	-	98	98
Debt service - principal and interest	<u>51,086</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>51,086</u>
Total Expenditures	<u>113,262</u>	<u>126,272</u>	<u>282,817</u>	<u>249,339</u>	<u>748,227</u>	<u>477,269</u>	<u>1,997,186</u>
Excess (deficiency) of revenues over expenditures	<u>34,456</u>	<u>99,608</u>	<u>(97,324)</u>	<u>(55,565)</u>	<u>(252,515)</u>	<u>80,675</u>	<u>(190,665)</u>
<b>OTHER FINANCING SOURCES (USES)</b>							
Operating transfers in (Note 15)	457,335	-	97,324	55,565	252,515	118,135	980,874
Operating transfers out (Note 15)	<u>(417,074)</u>	<u>(99,608)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(202,264)</u>	<u>(718,946)</u>
Total other financing sources (uses)	<u>40,261</u>	<u>(99,608)</u>	<u>97,324</u>	<u>55,565</u>	<u>252,515</u>	<u>(84,129)</u>	<u>261,928</u>
Excess (Deficiency) of revenues and other sources over expenditures and other (uses)	74,717	-	-	-	-	(3,454)	71,263
<b>FUND BALANCES</b>							
Beginning of the year	<u>245,128</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,968</u>	<u>258,096</u>
End of the year	<u>\$ 319,845</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,514</u>	<u>\$ 329,359</u>

The accompanying notes are an integral part of this statement.

CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.

Reconciliation of the Statement of Revenues, Expenditures and  
Changes in Fund Balances of Governmental Funds  
to the Statement of Activities  
Year Ended June 30, 2010

Net decrease in fund balances - total governmental funds \$ 71,263

Reconciling items:

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeds depreciation in the current period during the period

Expenditures for capital assets	\$ -	
Less current year depreciation	<u>(27,529)</u>	(27,529)

Repayment of principal on the mortgage payable is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets	48,843
--	--------

Compensated absences is reported as an expense in the statement of activities, but as they do not require the use of current financial resources, they are not reported as expenditures in governmental funds	<u>-</u>
---	----------

Increase in net assets of governmental activities	<u>\$ 92,577</u>
---	------------------

The accompanying notes are an integral part of this statement

**CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.**

**Statement of Net Assets  
Proprietary Funds  
June 30, 2010**

	<b>Business-type Activities Enterprise Funds</b>		
	<b>Bingo Account</b>	<b>Bingeaux Café</b>	<b>Total</b>
<b>ASSETS</b>			
<b>Current assets:</b>			
Cash	\$ 96,201	\$ 1,000	\$ 97,201
Inventory	-	4,651	4,651
Miscellaneous receivable	<u>1,210</u>	<u>-</u>	<u>1,210</u>
Total current assets	<u>97,411</u>	<u>5,651</u>	<u>103,062</u>
<b>Noncurrent assets:</b>			
Capital assets			
Equipment	50,064	48,233	98,297
Furniture and fixtures	13,035	-	13,035
Building improvements	121,688	5,442	127,130
Land improvements	136,048	-	136,048
Less: accumulated depreciation	<u>(156,827)</u>	<u>(41,327)</u>	<u>(198,154)</u>
Property and equipment, net	<u>164,008</u>	<u>12,348</u>	<u>176,356</u>
Noncurrent assets	<u>164,008</u>	<u>12,348</u>	<u>176,356</u>
<b>Total assets</b>	<b><u>\$ 261,419</u></b>	<b><u>\$ 17,999</u></b>	<b><u>\$ 279,418</u></b>
<b>LIABILITIES</b>			
<b>Current liabilities:</b>			
Other payables	\$ 1,400	\$ 1,950	3,350
Due to other funds	20,896	(2,447)	18,449
Accrued leave payable	<u>3,135</u>	<u>173</u>	<u>3,308</u>
Total current liabilities	<u>25,431</u>	<u>(324)</u>	<u>25,107</u>
<b>Total liabilities</b>	<b><u>25,431</u></b>	<b><u>(324)</u></b>	<b><u>25,107</u></b>
<b>NET ASSETS</b>			
Invested in Capital Assets, net of debt			
Unrestricted	<u>235,988</u>	<u>18,323</u>	<u>254,311</u>
<b>Total Net Assets</b>	<b><u>\$ 235,988</u></b>	<b><u>\$ 18,323</u></b>	<b><u>\$ 254,311</u></b>

The accompanying notes are an integral part of this statement

**CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.**

**Statement of Revenues, Expenditures and Changes in Fund Net Assets  
Proprietary Funds  
Year Ended June 30, 2010**

	<u>Bingo Account</u>	<u>Bingeaux Café</u>	<u>Total</u>
<b>OPERATING REVENUES:</b>			
Charges for sales and services	\$ 2,227,291	\$ 228,124	2,455,415
Rental income	328,540	-	328,540
Miscellaneous income	<u>-</u>	<u>200</u>	<u>200</u>
Total operating revenue	<u>2,555,831</u>	<u>228,324</u>	<u>2,784,155</u>
<b>OPERATING EXPENSE</b>			
Cost of sales and services	1,733,696	131,618	1,865,314
Salaries	215,502	98,129	313,631
Fringe	40,592	18,470	59,062
Travel	1,186	986	2,172
Operating services	89,459	24,974	114,433
Operating supplies	19,081	6,055	25,136
Other costs	22,963	213	23,176
Meals	271	442	713
Depreciation	<u>17,840</u>	<u>3,662</u>	<u>21,502</u>
Total operating expenses	<u>2,140,590</u>	<u>284,549</u>	<u>2,425,139</u>
Operating income (loss)	415,241	(56,225)	359,016
<b>NONOPERATING REVENUE (EXPENSES)</b>			
Interest expense	<u>(2,687)</u>	<u>(448)</u>	<u>(3,135)</u>
Total nonoperating revenue (expenses)	<u>(2,687)</u>	<u>(448)</u>	<u>(3,135)</u>
Income (loss) before transfers	412,554	(56,673)	355,881
Transfers in	-	65,114	65,114
Transfers out	<u>(327,042)</u>	<u>-</u>	<u>(327,042)</u>
Net transfers	<u>(327,042)</u>	<u>65,114</u>	<u>(261,928)</u>
Change in net assets	85,512	8,441	93,953
Net assets, beginning	<u>150,476</u>	<u>9,882</u>	<u>160,358</u>
Net assets, ending	<u>\$ 235,988</u>	<u>\$ 18,323</u>	<u>\$ 254,311</u>

The accompanying notes are an integral part of this statement

CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.

Statement of Cash Flows  
Proprietary Funds  
Year Ended June 30, 2010

	Business-type Activities - Enterprise Funds		
	Proprietary Fund Types		
	Bingo Account	Bingeaux Café	Total
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash received from customers	\$ 2,560,425	\$ 228,324	\$ 2,788,749
Cash payments for cost of sales and prizes	(1,733,601)	(131,409)	(1,865,010)
Cash payments to suppliers for goods and services	(132,960)	(32,670)	(165,630)
Cash payments to employees and professional contractors for services	<u>(263,772)</u>	<u>(120,531)</u>	<u>(384,303)</u>
Net cash provided (used) by operating activities	<u>430,092</u>	<u>(56,286)</u>	<u>373,806</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>			
Due to (from) other funds	(11,518)	(6,838)	(18,356)
Transfers in	-	65,114	65,114
Transfers out	<u>(327,042)</u>	<u>-</u>	<u>(327,042)</u>
Net cash provided (used) by noncapital financing activities	(338,560)	58,276	(280,284)
<b>CASH FLOWS FROM CAPITAL AND CAPITAL RELATED FINANCING ACTIVITIES</b>			
Purchase of capital assets	(48,827)	(1,542)	(50,369)
Payment of interest	<u>(2,687)</u>	<u>(448)</u>	<u>(3,135)</u>
Net cash provided (used) by capital and capital related financing activities	(51,514)	(1,990)	(53,504)
Net increase (decrease) in cash and cash equivalents	40,018	-	40,018
Cash beginning of year	<u>56,183</u>	<u>1,000</u>	<u>57,183</u>
Cash end of year	<u>\$ 96,201</u>	<u>\$ 1,000</u>	<u>\$ 97,201</u>
<b>Reconciliation of operating income (loss) to net cash provided by operating activities:</b>			
Operating income (loss)	415,241	(56,225)	359,016
Add depreciation expense	17,840	3,662	21,502
(Increase) decrease in current assets:			
Miscellaneous receivable	4,594	-	4,594
Inventory	-	-	-
Prepaid income tax	-	-	-
Increase (decrease) in current liabilities:			
Other payables	95	209	304
Salaries payable	(7,583)	(3,932)	(11,515)
Accrued leave payable	<u>(95)</u>	<u>-</u>	<u>(95)</u>
Net cash provided by operating activities	<u>\$ 430,092</u>	<u>\$ (56,286)</u>	<u>\$ 373,806</u>

The accompanying notes are an integral part of this statement

CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.

Statement of Fiduciary Net Assets-  
Fiduciary Fund  
Year Ended June 30, 2010

	<u>Progressive Jackpot</u>
<b>ASSETS</b>	
Cash	\$ 77,593
Total Assets	<u>\$ 77,593</u>
<b>NET ASSETS</b>	
Held in trust for payment to progressive game winners	<u>\$ 77,593</u>

The accompanying notes are an integral part of this statement



CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.

Statement of Fiduciary Net Assets-  
Fiduciary Fund  
Year Ended June 30, 2010

	<u>Progressive Jackpot</u>
<b>ADDITIONS</b>	
Deposits by session participants	<u>146,400</u>
Total additions	146,400
<b>DEDUCTIONS</b>	
Payments to game winners	<u>110,400</u>
Total deductions	<u>110,400</u>
 Change in net assets	 36,000
 Net assets - July 1, 2009	 <u>41,593</u>
Net assets - June 30, 2010	<u>\$ 77,593</u>

The accompanying notes are an integral part of this statement

CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 1 PURPOSE AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Purpose of the Council on Aging

The local councils on the aging were created under Act No. 456 of 1964 for the welfare of the aging people in their respective parishes. Charters are issued by the Louisiana Secretary of State upon approval by the Governor's Office of Elderly Affairs (GOEA) and any other entity that provides the Council with federal or state funds.

The purpose of the Council is to afford an avenue for working out a more complete understanding of the problems, interests and desires of the elderly people of Calcasieu Parish, anyone who has attained the age of sixty (60) years shall be considered elderly; to develop plans for counseling the elderly about the problems of aging and to implement such plans; to develop and implement plans and programs of education whereby people who need to supplement their retirement income or those who wish to do so will be able to earn an income by their own efforts; to develop and implement plans and programs of education for the improvement of healthy, social and recreational welfare of elderly people to collect facts and statistics and make special studies of conditions pertaining to employment, health, financial status, recreation, social adjustment and other conditions affecting the welfare of the elderly of Calcasieu parish and to interpret such findings and make recommendations for improvement to the Governor's Office of Elderly Affairs.

B. Reporting Entity

In 1964, the State of Louisiana passed Act 456 authorizing the charter of a voluntary council on aging for the welfare of the aging people in each parish of Louisiana. However, before the council on aging can begin operations in a specific parish, its application for a charter must receive approval from the Governor's Office of Elderly Affairs pursuant to LA R.S. 46:1602. The functions of each council on aging in Louisiana must comply with the objectives of state laws and each council is governed by the policies and regulations established by GOEA.

The Calcasieu Parish Voluntary Council on Aging, Inc. (Council) was incorporated in May, 1982.

A Board of Directors, consisting of 17 voluntary members, representing each of the 15 districts of Calcasieu parish plus two 2 members at large, governs the Council.

As required by generally accepted accounting principles, these financial statements present Calcasieu Voluntary Council on Aging, Inc. (the primary government) and its component units. The component units disclosed in Note C are included in the Council's reporting entity because of the significance of their operational or financial relationships with the Council.

CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 1 PURPOSE AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Based on the criteria set forth in GASB Statement 14, the Calcasieu Parish Voluntary Council on Aging, Inc. is not a component unit of another primary government. In addition, based on the criteria set forth in GASB Codification Section 2100, the Council has presented its financial statements as a primary government, a separately elected governing body, is legally separate, and is fiscally independent of other state and local governments. As used in GASB Statement 14, the term fiscally independent means that the Council may, without approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or changes, and issue bonded debt. As previously mentioned, GOEA establishes the policies and regulations that all councils must follow. Included in its policies is a provision that the Council's budget be approved by GOEA. However, this approval process is part of GOEA's general oversight responsibility for the Council and is more ministerial or compliance oriented than substantive.

Accordingly, the Council is viewed as being fiscally independent for purposes of applying the reporting entity criteria of GASB Statement 14.

C. Individual Component Units Disclosure

The component units columns and rows in the government-wide statement of net assets and statement of activities include the financial data of the Council's other component units. They are reported in a separate column or a separate row to emphasize that they are legally separate from the Council. DeQuincy elderly Housing Corporation's and Iowa Elderly Housing Corporation's directors are elected by the Council as the sponsoring corporation. The Greater Southwest Louisiana Community Housing Development Organization, Inc.'s Board of directors is elected from the membership and its representative of the service area of the Council.

1. The DeQuincy Elderly Housing Corporation operates apartments for low income elderly persons age 62 and over. The directors of the Corporation shall, at all times, be limited to individuals who are either members of the corporation of the Council or nonmembers who have the approval of the Board of Directors of the said sponsoring organization. In the event that a member of the Corporation ceases to be a member of the Council, or, if the aforesaid approval is withdrawn, then either such event shall constitute automatic resignation as a member and director of the Corporation.
2. The Greater Southwest Louisiana Community Housing Development Organization, Inc. (the CHDO) promotes community development with a principal purpose of planning, developing, or managing decent, affordable housing, or any other economic and community development project for low and moderate income families. The CHDO is in the planning stages of construction of a multi-unit housing complex. Currently, the CHDO is fiscally dependent upon the Council. The Council has advanced \$176,575 to the CHDO for which it anticipates reimbursement from future funds.

**CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**NOTE 1 PURPOSE AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

3. The Iowa Elderly Housing Corporation is constructing apartments for low income elderly persons age 62 and over. The directors of the Corporation shall, at all times, be limited to individuals who are either members of the corporation of the Council or nonmembers who have the approval of the Board of Directors of the said sponsoring organization. In the event that a member of the Corporation ceases to be a member of the Council, or, if the aforesaid approval is withdrawn, then either such event shall constitute automatic resignation as a member and director of the Corporation. The Council has advanced \$16,737 to Iowa Elderly Housing Corporation for which it anticipates reimbursement from future funds.
4. The Vinton Senior Manor is in the organization stage. Their intentions are to construct apartments for low income elderly persons age 62 and over. The Council has advanced \$18,739 to Vinton Senior Manor for which it anticipates reimbursement from future funds.

Separate financial statements for the above component units may be obtained by contacting Sonya "Toni" Caraway at the Council's office. (3950 Hwy. 14; Lake Charles, LA 70607; 337-474-2583)

Following are condensed financial statements for the Council's discretely presented component units.

	Greater Southwest Louisiana Community				
	DeQuincy Elderly Housing Corporation	Housing Development Organization, Inc.	Iowa Elderly Housing Corporation	Vinton Senior Manor	Total Component Units
<b>Assets</b>					
Cash, investments, and other assets	\$ 45,319	\$ 236,534	\$ 22,363	\$ 138,002	\$ 442,218
Capital assets, net	<u>978,319</u>	<u>478,471</u>	<u>1,338,764</u>	<u>1,330,738</u>	<u>4,126,292</u>
Total assets	<u>1,023,638</u>	<u>715,005</u>	<u>1,361,127</u>	<u>1,468,740</u>	<u>4,568,510</u>
<b>Liabilities</b>					
Accounts payable and other current liabilities	13,106	-	26,958	131,044	171,108
Loans payable - CCOA	5,935	297,477	6,633	6,269	316,314
Long-term liabilities	<u>-</u>	<u>280,000</u>	<u>-</u>	<u>-</u>	<u>280,000</u>
Total liabilities	<u>19,041</u>	<u>577,477</u>	<u>33,591</u>	<u>137,313</u>	<u>767,422</u>
<b>Net assets</b>					
Investment in capital, net of related debt	978,319	77,569	-	1,330,738	2,386,626
Restricted for housing construction		59,959	-	-	59,959
Unrestricted (deficit)	<u>26,278</u>	<u>-</u>	<u>1,327,536</u>	<u>689</u>	<u>1,354,503</u>
Total net assets	<u>\$ 1,004,597</u>	<u>\$ 137,528</u>	<u>\$ 1,327,536</u>	<u>\$ 1,331,427</u>	<u>\$ 3,801,088</u>

CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 1 PURPOSE AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Condensed Statement of Activities

	Net (Expense) Revenue and Changes in Net Assets					
	Program Revenues	DeQuincy Elderly Housing Corporation	Greater Southwest Louisiana Community Housing Development Organization	Iowa Elderly Housing Corporation	Vinton Senior Manor	Total
Expenses	Capital Grants and Contributions					
<u>DeQuincy Elderly Housing Corporation</u>						
Other operating expenses	\$ 107,300	\$ 78,082				
Total DeQuincy Elderly Housing Corp.	107,300	78,082	\$ (29,218)			
<u>Housing Development Organization, Inc.</u>						
Other operating expense	\$ -	\$ -	\$ -			
Total - CHDO	-	-	-			
<u>Iowa Elderly Housing Corporation</u>						
Other operating expenses	\$ 93,284	\$ 49,403		\$ (43,881)		
Total Iowa Elderly Housing Corp.	93,284	49,403		(43,881)		
<u>Vinton Senior Manor</u>						
Other operating expenses	\$ -	\$ -			\$ -	
Total Vinton Senior Manor	-	-			-	
Total Components Units	\$ 200,584	\$ 127,485				\$ (73,099)
General Revenues:						
Contributions					1,330,822	1,330,822
Unrestricted investment income					105	105
Total general revenue					1,330,927	1,330,927
Change in net assets		(29,218)	-	(43,881)	1,330,927	1,257,828
Net assets - Beginning		1,033,815	137,528	1,371,417	500	2,543,260
Net assets - Ending		\$ 1,004,597	\$ 137,528	\$ 1,327,536	\$ 1,331,427	\$ 3,801,088

D. Presentation of Statements

The Council's statements are prepared in accordance with accounting principles generally accepted (GAAP) in the United States of America as applicable to governmental entities. These statements have also incorporated any applicable requirements set forth by *Audits of State and local governmental Units*, the industry audit guide issued by the American Institute of Certified Public Accountants; Subsection VI - Annual Financial Reporting, accounting manual for the Louisiana Governor's Office of Elderly Affairs contractors;

CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 1 PURPOSE AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

and the *Louisiana Governmental Audit Guide*. The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued through November 30, 1989 (when applicable) that do not conflict with or contradict GASB pronouncements. The Council's reporting entity does not apply FASB pronouncements or APB opinions issued after November 30, 1989.

E. Basic Financial Statements – Government-Wide Statements

The Council's basic financial statements include both Government-Wide (reporting the Council as a whole) and fund financial statements (reporting the Council's major funds). The Government-Wide financial statements include the statements of net assets and the statement of activities. These statements report financial information for the Council as a whole excluding fiduciary activities such as the progressive jackpot and progressive pull tab accounts.

Both the Government-Wide and Fund Financial Statements categorize primary activities as either governmental or business type. Individual funds are not displayed but the statements distinguish governmental activities generally supported by federal, state, and local grant revenues from business-type activities, generally financed in whole or in part with fees charged to external customers. The Council's functions and programs have been classified as governmental activities.

In the Government-Wide Statement of Net Assets, the governmental type activities column (a) is presented on a consolidated basis by column, (b) and is reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The Council's net assets are reported in three parts - invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets. Investment in capital assets, net of related debt consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those capital assets. Restricted net assets consist of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. Unrestricted net assets include all other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 1 PURPOSE AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The Council's policy is to use restricted resources first to financial its activities except for nutrition services. When providing nutrition services revenues earned by the Council under its NSIP contract with GOEA can only be used to pay for the raw food component of each meal that is bought and served to a person eligible to receive a meal under one of the nutrition programs.

The Council's management has discretion as to how and when to use the NSIP revenues when paying for nutrition program costs. Quite often unrestricted resources are available for use that must be consumed or they will have to be returned to GOEA. In such cases it is better for management to elect to apply and consume the unrestricted resources before using the restricted resources. As a result, the Council will depart from its usual policy of using restricted resources first.

The Government-Wide Statement Activities reports both the gross and net cost of each of the Council's functions and significant programs. Many functions and programs are supported by general government revenues like intergovernmental revenues, and unrestricted investment income, particularly if the function or program has a net cost. The Statement of Activities begins by presenting gross direct and indirect expenses that include depreciation, and then reduces the expenses by related program revenues, such as operating and capital grants and contributions, to derive the net cost of each function or program. Program revenues must be directly associated with the function or program to be used to directly offset its cost. Operating grants include operating-specific and discretionary (either operating or capital) grants, while the capital grants column reflects capital-specific grants.

The Council allocates its indirect costs among various functions and programs in accordance with Circular A-87. The Statement of Activities shows this allocation in a separate column labeled "indirect cost allocation." In addition, GOEA provides grant funds to help the Council pay for a portion of its indirect costs. As a result, only the indirect costs in excess of the GOEA funds are allocated to the Council's other functions and programs.

The Government-Wide Statements focus upon the Council's ability to sustain operations and the change in its net assets resulting from the current year's activities.

F. Basic Financial Statements - Fund Financial Statements

The financial transactions of the Council are reported in the fund financial statements. Fund financial statements are provided for governmental, proprietary and fiduciary funds. Major individual governmental and enterprise funds are reported in separate columns with composite columns for non-major funds. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, equity, revenues and expenditures, or expenses, as appropriate. Resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The various funds are reported by generic classification within the financial statements.

CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 1 PURPOSE AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The Council uses governmental fund types. The focus of the governmental funds' measurement (in the fund statements) is on determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than on net income. An additional emphasis is placed on major funds within the governmental fund types. A fund is considered major if it is the primary operating fund of the Council or if its total assets, liabilities, revenues, or expenditures are at least 10% of the corresponding total for all funds of that category or type.

The focus of the governmental funds' measurement (in the fund statements) is on determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than on net income. Governmental fund equity is called the fund balance. Fund balance is further classified as reserved and unreserved, with unreserved being further split into designated and undesignated. Reserved means that the fund balance is not available for expenditure because resources have already been expended (but not consumed), or a legal restriction has been placed on certain assets that makes them only available to meet future obligations. Designated fund balances result when management tentatively sets aside or earmarks certain resources to expend in a designated manner. In contrast to reserved fund balances, designated amounts can be changed at the discretion of management.

The following is a description of the governmental funds of the Council:

**The General Fund** is the general operating fund of the Council. It is used to account for all financial resources except those required to be accounted for in another fund. These discretionary funds are accounted for and reported according to the sources (federal, state, or local) from which they are derived. In addition, the servicing of general long-term debt is accounted for in the General Fund because unrestricted assets are used to pay for the liabilities incurred by this fund and there are no legal mandates to use a debt service fund.

Included in the General Fund are the PCOA and various other local programs. The following is a brief description of each of these programs:

**The Other Local Fund** includes revenues, such as, (1) donations from the general public, (2) income from various fund raisers, and (3) interest income earned on idle funds which have been invested, have been recorded in the "other local" program of the General Fund. Expenses incurred which are not chargeable to specific programs are recorded as "other local" program expenditures.

Also, expenses incurred to fund raising income are charged as "other local" program expenditures. "Other local" funds are also us transfers to special revenue funds to supplement those programs. In addition, fixed asset additions are generally paid with "other local" funds.



CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 1 PURPOSE AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

**PCOA (Act 735) funds** are appropriated for the Council by the Louisiana Legislature and remitted to the Council via the Governor's Office of Elderly Affairs (GOEA). The Council may use these "Act 735" funds at its discretion provided the program is benefiting people who are at least 60 years old.

**Special Revenue Funds** are used to account for the proceeds of specific revenue sources (other than special assessments and major capital projects) that are legally restricted to expenditures for specified purposes. Most of the Council's special revenue funds are provided by GOEA. The Title III funds are provided by the United States Department of Health and Human Services – Administration on Aging through the Governor's Office of Elderly Affairs which in turn "passes through" the funds to the Council.

The Council has established several special revenue funds. The following is a brief description of each special revenue fund's purpose:

Major Special Revenue Funds

**The Senior Center Fund** is used to account for the administration of Senior Center programs funds appropriated by the Louisiana Legislature to the Governor's Office of Elderly Affairs, which in turn "passes through" the funds to the Council. This program provides community service centers at which older persons receive supportive services and participate in activities which foster their independence, enhance their dignity, and encourage their involvement in and with the community. The Council operates five senior centers in Calcasieu Parish, Louisiana. Some of this year's Senior Center funds were transferred to help pay for the costs of providing Title III – B supportive services to people who used the Senior Center.

**The Title III-B Supportive Services Fund** is used to account for funds which are to provide a variety of social services; such as, information and assistance, access services, in-home services, community services, legal assistance, and outreach for people age 60 and older.

The fund is also used to account for money received for assistance with Medicaid services. The Council completes enrollment application for people wanting to apply for Medicaid services. The Council is paid \$14 per application it completes by the Department of Health and Hospitals (DHH). Any funds remaining after applying direct costs to operate this program are available for discretionary use by management.

CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 1 PURPOSE AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The Council also acts as a coordinator of services for people who are homebound and in need of services similar to those provided in a nursing home. Rather than have the person sent to a nursing home, the Council coordinates necessary services and is paid a fee by Medicaid for performing the case management function.

**The Title III C-1 Fund** is used to account for funds which are used to provide nutritional, congregate meals to the elderly in strategically located centers. During the fiscal year July 1, 2009 to June 30, 2010, the Council served about 34,617 congregate meals.

**The Title III C-2 Fund** is used to account for funds which are used to provide nutritional, home delivered meals to homebound older persons. During the fiscal year July 1, 2009 to June 30, 2010, the Council served about 108,180 home delivered meals.

Non-Major Special Revenue Funds

**The Title III-C Area Agency Administration (AAA) Fund** is used to account for some of the administrative costs associated with operating the Special Programs for the Aging.

**The Title III D Fund** is used to account for funds which are used to provide in-home services to the frail and elderly person who is home-bound, including individuals who are victims of Alzheimer's disease and related disorders with neurological and organic brain dysfunction, and to the families of such victims. During the year, the Council used its Title III D funds to provide Medic Alert units to eligible participants.

**The Title III E Fund** is used to account for funds used to provide multifaceted systems of support services for family caregivers and for grandparents or older individuals who are relative caregivers.

**The Title III B - Ombudsman Fund** is used to account for funds used to provide people age 60 and older residing in long-term facilities a representative to ensure that such residents' rights are upheld, to resolve complaints by residents with the management of the long-term care facility, and to promote quality care at the facility.

CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 1 PURPOSE AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

**The N.S.I.P. Fund** is used to account for the administration of Nutrition Services Incentives Program Funds provided by the Administration on Aging, United States Department of Health and Human Services through the Governor's Office of Elderly Affairs, which in turn "passes through" the funds to the Council. GOEA distributes N.S.I.P. funds to each parish council on aging in Louisiana based on how many meals each council on aging served in the previous year in relation to the total meals served statewide by all councils. Using this formula, the Council receives from GOEA approximately 59.39 cents per congregate and home-delivered meal it serves. The primary purpose of the N.S.I.P. reimbursement is to provide money to buy food that will be used in the preparation of congregate and home-delivered meals under nutrition service programs. The food that is purchased for these purposes must be of United States origin or be commodities from the United States Department of Agriculture.

**The SenioRx Program Fund** is used to account for funds used to provide senior citizens access to medication via the Louisiana Senior Rx Program.

**Supplemental Senior Center Fund-** The Louisiana Legislature appropriated additional money for various councils on aging through the state to be used to supplement the primary state grant for senior centers. The Calcasieu Parish Voluntary Council on Aging, Inc. was one of the parish councils to receive a supplemental grant. These funds are "passed through" the Governor's Office of Elderly Affairs.

**The Energy Assistance Fund** is used to account for the administration of programs that are sponsored by local utility companies. The companies collect contributions from service customers and employees and remit the funds directly to the Council or to the Louisiana Association of Councils on Aging (LACOA), which in turn remits funds relating to the Calcasieu Parish Voluntary Council on Aging, Inc. These funds are used to provide financial assistance to the elderly for the payment of their utility bills.

**The Audit Fund** is used to account for funds received from the Governor's Office of Elderly Affairs that are restricted to use as a supplement to pay for the cost of having an annual audit of the Council's financial statements.

**The ARRA Fund** is used to account for the American Recovery and Reinvestment Act funds that are used to increase services relating to the Title III C-1 and Title III C-2 programs.

**The MIPPA Fund** is used to account for the Medicare Improvements for Patients and Providers Act funds that are used to reach out and inform consumers about the Medicare Part D Extra Help/Low-Income Subsidiary (LIS) and the Medicare Savings Programs (MSP).

CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 1 PURPOSE AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

**The Housing Fund** was created to assist in the development of affordable housing for the elderly.

Business – Type Funds

**Proprietary Funds** are accounted for on the flow of economic resources measurement focus and use the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. The Council applies all Government Accounting Standards Board (GASB) pronouncements as well as the Financial Accounting Standards Board (FASB) pronouncements issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements. The Council has not elected to apply those FASB pronouncements issued after November, 30, 1989 for its proprietary activities. Proprietary funds included the following fund types:

Enterprise funds are used to account for those operations that are financed and operated in a manner similar to private business or where management has decided that the determination of revenues earned, costs incurred and/or net income is necessary for management accountability.

The following enterprise funds are utilized by the Council:

**Bingo Fund** accounts for the income and expenses associated with the bingo sessions held at the Council's main location.

**Bingeaux Café Fund** accounts for the operation of the concession area during the various bingo sessions.

**Fiduciary Funds** account for assets held by the Council in a trustee capacity or as an agent on behalf of others. Trust funds account for assets held by the Council under the terms of a formal trust agreement.

The following funds are fiduciary funds:

**The Progressive Jackpot Fund** has been set up and held in trust for the bingo Session Sponsors. Amounts are deposited from each bingo session which accumulate and are disbursed when a bingo participant wins the blackout bingo game.

CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 1 PURPOSE AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. Measurement Focus and Basis of Accounting

Basis of accounting refers to when revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

Accrual Basis – Government-Wide Financial Statements (GWFS):

The Statement of Net Assets and the Statement of Activities display information about the Council as a whole. Both of these statements have been prepared using the economic measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Proprietary and fiduciary fund financial statements also report using this same focus and basis of accounting.

Modified Accrual Basis – Fund Financial Statements (FFS):

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., when they are both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period.

The Council considers all revenues "available" if they are collected within 60 days after year-end. Expenditures are generally recorded under the modified accrual basis of accounting when the related liability is incurred. The exceptions to this general rule are that (1) unmatured principal and interest on long-term debt, if any, are recorded when due and (2) claims and judgments and compensated absences are recorded as expenditures when paid with expendable available financial resources.

Operating income reported in proprietary fund financial statements includes revenues and expenses related to the primary continuing operations of the fund. Principal operating revenues for proprietary funds are charges to customers for sales and services. Principal operating expenses are the costs of providing goods or services and include administrative expenses and depreciation of capital assets. Other revenues and expenses are classified as non-operating in the financial statements.

CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 1 PURPOSE AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H. Transfers and Interfund Loans

Advances between funds which are not expected to be repaid are accounted for as transfers. Transfers between funds are netted against one another as part of the reconciliation of the change in fund balances in the fund's financial statements to the change in net assets in the Government-Wide Financial Statements. In those cases where repayment is expected, the advances are classified as due from other funds or due to other funds on the balance sheet. Short-term interfund loans are classified as interfund receivables/payables.

I. Budget Policy

The Council follows these procedures in establishing the budgetary data reflected in these financial statements:

1. The Governor's Office of Elderly Affairs "GOEA" notifies the Council each year as to the funding levels for each program's grant award.
2. The Council may also obtain grants from agencies other than GOEA and the Council considers the potential revenues to be earned under those grants.
3. Projections are made of revenues from other sources based on past trends and data available to form expectations of future revenues.
4. The Executive Director prepares a proposed budget based on the expected funding levels and then submits the budget to the Board of Directors for approval.
5. The Board of Directors reviews and adopts the budget prior to June 30 each year for the next year.
6. The adopted budget is forwarded to the Governor's Office of Elderly Affairs for final approval.
7. All budgetary appropriations lapse at the end of each fiscal year (June 30). Occasionally, the Council will receive a special project grant which may operate on a period different from the Council's normal fiscal year, and therefore, have a specified date where the budgetary appropriations will lapse.
8. The budget is prepared on a modified accrual basis, consistent with the basis of accounting, for comparability of budgeted and actual revenues and expenditures.
9. Budgeted amounts included in the accompanying financial statements include the original adopted budget amounts. There was one amendment during the year, which was effective July 1, 2009.

CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 1 PURPOSE AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

10. Actual amounts are compared to budgeted amounts periodically during the fiscal year as a management control device.
11. The Council may transfer funds between line items as often as required but must obtain prior approval from the Governor's Office of Elderly Affairs for funds received under grants from this state agency. As a part of this grant awards, GOEA requires the Council to amend its budget in cases where actual costs for a particular cost category exceeded the budgeted amount by more than 10%. Otherwise, the excess costs could be labeled as unauthorized expenditures.
12. Expenditures cannot legally exceed appropriations on an individual fund level.
13. The Council is not required by state or local law to prepare a budget for every program or activity it conducts. Accordingly, some General Fund activities are not budgeted, particularly if they are deemed to be immaterial by management.

J. Capital Assets

The accounting and reporting treatment applied to the capital assets associated with a fund are determined by its measurement focus. Capital assets are long-lived assets that have been purchased or acquired with an original cost of at least \$1,000 and that have an estimated useful life of greater than one year. When purchased or acquired, these assets are recorded as capital assets in the Government-Wide Statement of Net Assets. In contrast, in the Fund Financial Statements, capital assets are recorded as expenditures of the fund that provided the resources to acquire the asset. If the asset was purchased, it is recorded in the books at its cost. If the asset was donated, then it is recorded at its estimated fair market value at the date of donation.

For capital assets recorded in the Government-Wide Financial Statements, depreciation is computed and recorded using the straight-line method for the asset's estimated useful life. No depreciated expense is recognized for land costs. The estimated useful lives of the various classes of depreciable capital assets are as follows:

Building and improvements	40 years
Equipment	5-7 years
Vehicles	5 years
Computers	3 years

Salvage values have not been estimated by management when calculating how much of an asset's cost needs to be depreciated.

Depreciation is not computed or recorded on capital assets for purposes of the Fund Financial Statements.

CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 1 PURPOSE AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. Compensated Absences

The Council's liability for accumulated unpaid vacation has been recorded in the Government-Wide Statements. Accrued vacation benefits will be paid from future years' resources and will be recorded as fund expenditures in the year in which they are paid or become due on demand to terminated employees. No liability is reported for unpaid accumulated sick leave since the sick leave policy does not provide for the vesting of sick leave. For business-activity funds, vacation pay is accrued when incurred and reported as a fund liability.

In contrast, the government funds in the Fund Financial Statements report only compensated absence liabilities that are payable from expendable available financial resources to the extent that the liabilities mature (or come due for payment). Vacation leave does not come due for payment until an employee makes a request to use it or terminates employment with the Council. Accordingly, no amounts have been accrued as fund liabilities as of year-end in the Fund Financial Statements. The differences in the methods of accruing compensated absences, creates a reconciling item between the fund and government-wide financial statement presentations.

Annual leave is based on the number of years of service and is earned as follows:

First Year	3.34 Hours Per Month
Two to Four Years	6.67 Hours Per Month
Five to Nine Years	10 Hours Per Month
Ten to Nineteen Years	13.34 Hours Per Month
Twenty Years or more	16.67 House Per Month

No more than four hours of vacation leave may be carried over at the end of an employee's anniversary date. No pay will be granted in lieu of annual leave.

L. Related Party Transactions

There were not any related party transactions during the fiscal year.

M. Restricted Assets

Restricted assets represent assets which have been primarily acquired through donations whereby the donor has placed a restriction on how the donation can be used by the Council. Restricted assets are offset by a corresponding reservation of the Council's fund balance.



CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 1 PURPOSE AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

N. Reservation and Designations of Fund Balances

The Council "reserves" portions of its fund balance that are not available for expenditure because resources have already been expended (but not consumed), or a legal restriction has been placed on certain assets which make them only available to meet future obligations.

Designated allocations of fund balances result when the Council's management intends to expend certain resources in a designated manner.

O. Prepaid Expenses

Prepaid expenses include amounts paid for services in advance. These are shown as assets on the Government-Wide Statement of net Assets.

In the financial statements, the Council has elected not to expense amounts paid for future services until those services are consumed to comply with the cost reimbursement terms of its grant agreements. The fund balances in the governmental fund types have been reserved for any prepaid expenses recorded in these funds to reflect the amount of fund balance not currently available for expenditure. At year end, there were not any prepaid expenses.

P. Management's Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results may differ from those estimates.

Q. Cash and Cash Equivalents

For purposes of the proprietary fund statement of cash flows, the Council considers all cash and highly liquid debt instruments, purchased with a maturity of three months or less, to be cash and cash equivalents.

R. Inventory

For proprietary funds, inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund type inventories are recorded as expenditures when purchased rather than when consumed, whereas proprietary funds recorded them when consumed.

S. Allocation of Indirect Expenses

The Council reports all direct expenses by function and programs of functions in the Statement Activities. Direct expenses are those that are clearly identifiable with a function or program. Indirect expenses are recorded as direct expenses of the

CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 1 PURPOSE AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Administration function; GOEA provides funds to partially subsidize the Council's Administration function. The unsubsidized net cost of the Administration function is allocated using a formula that is based primarily on the relationship the direct cost a program bears to the direct cost of all programs. There are some programs that cannot absorb any indirect cost allocation according to their grant or contract limitations.

T. Elimination and Reclassifications

In the process of aggregating data for the Statement of Net Assets and Statement of Activities, some amounts reported as interfund activity and balances in the funds were eliminated or reclassified. Interfund receivables and payables were eliminated to minimize the "grossing up" effect on assets and liabilities within the governmental activities column.

U. Subsequent Events

Management has evaluated subsequent events through December 13, 2010, the date the financial statements were available to be issued.

NOTE 2 REVENUE RECOGNITION

Revenues are recorded in the Government-Wide Statements when they are earned under the accrual basis of accounting. Revenues are recorded in the Fund Financial Statements as follows:

Intergovernmental

Intergovernmental revenues are recorded in governmental funds as revenues in the accounting period when they become susceptible to accrual, that is, measurable and available (modified accrual basis). Intergovernmental grants do not allow the Council to recognize revenue under the grant award until actual costs are incurred or units of service are provided.

Program Service Fees

Program Service Fees are recognized when the Council provides the service that entitles the Council to charge the recipients for the services received.

Public Support and Miscellaneous Revenues

The Council encourages and receives contributions from clients to help offset the costs of the Title III-B, C-1, and C-2 programs. Utility assistance funds are provided from public donations via utility company programs. In addition, various fundraisers are held during the year to obtain funds to offset costs of general operations and senior activities. The timing and amounts of the receipts of public support and miscellaneous revenues are difficult to predict; therefore, they are not susceptible to accrual and are recorded as revenue in the period received.

CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 2 REVENUE RECOGNITION (Continued)

Bingo and Café Revenue

Proprietary funds are accounted for on the flow of economic resources measurement focus and use the accrual basis of accounting. Under this method the Council recognizes revenue when earned and expenses are recorded at the time the liabilities are incurred.

NOTE 3 CASH

The Council maintains a consolidated bank account, listed below as "General Operating", to deposit the money it collects and to pay its bills. The consolidated bank account is available for use by all general and special revenue funds. The purpose of this consolidated account is to reduce administration costs and facilitate cash management.

The consolidated account also allows those funds with available cash balances to cover any negative cash balances in other funds at year end. Separate bank accounts are maintained for restricted accounts, fiduciary funds, and the proprietary funds.

At June 30, 2010, the Council had the following balances in its cash accounts:

	<u>Bank Balance</u>	<u>Book Balance</u>
Petty cash and cash on hand	\$ -	\$ 14,120
Demand deposit accounts:		
Capital One	4,211	4,211
General operating accounts:		
Business First:		
General operating	25,450	25,450
Chase Bank:		
General operating	26,394	(19,367)
General reserve	-	-
Special projects	9,081	9,081
Utility assistance - restricted	9,514	9,514
Bingo ATM (proprietary)	2,464	4,384
Bingo account (proprietary)	<u>46,297</u>	<u>5,205</u>
Total cash - governmental funds	123,411	52,598
Progressive Jackpot (fiduciary)	<u>77,593</u>	<u>77,593</u>
Total cash	<u>\$ 201,004</u>	<u>\$ 130,191</u>

Governmental Accounting Standards Board Statement 3 (GASB-3) concludes that deposits with financial institutions should be evaluated for risk and classified in one of the three following categories:

Category 1 – Insured or collateralized with securities held by the governmental entity or by its agent in the name of the governmental entity.

Category 2 – Collateralized with securities held by the pledging financial institution's trust department or agent in the governmental entity's name.

CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 3 CASH (Continued)

Category 3 – Uncollateralized or collateralized with securities that are not evidenced by a written security agreement or not in the name of the governmental entity.

NOTE 4 GRANTS RECEIVABLE/MISCELLANEOUS RECEIVABLES

The following amounts were recorded as receivables at June 30, 2010:

General fund	
Other receivable - contribution	\$ 57,254
Total general fund	<u>\$ 57,254</u>
<u>Business Type Activities</u>	
Proprietary funds:	
Bingo	
NSF checks	\$ 1,210
Total proprietary fund	<u>\$ 1,210</u>

NOTE 5 CHANGES IN CAPITAL ASSETS

Governmental Activities

A summary of changes in capital assets follows:

Capital Assets	Balance July 1, 2009	Increases	Decreases	Balance June 30, 2010
Building	\$ 568,480	\$ -	\$ -	\$ 568,480
Vehicles	108,021	-	-	108,021
Furniture & equipment	143,976	-	-	143,976
Subtotals	820,477	-	-	820,477
Less accumulated depreciation:				
Building	(274,934)	(15,218)	-	(290,152)
Vehicles	(95,108)	(6,458)	-	(101,566)
Furniture & equipment	(119,973)	(5,853)	-	(125,826)
Subtotals	(490,015)	(27,529)	-	(517,544)
Land	188,100	-	-	188,100
Net capital assets	<u>\$ 518,562</u>	<u>\$ (27,529)</u>	<u>\$ -</u>	<u>\$ 491,033</u>

Depreciation was charged to governmental activities as administrative expense.

CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 6 IN-KIND CONTRIBUTIONS

The Council received various in-kind contributions during the year. These amounts have been valued at their estimated fair market value and presented in this report as revenue.

A summary of the in-kind contribution and their respective assigned values is as follows:

<u>Governmental Funds</u>	<u>Salaries</u>	<u>Operating Services</u>	<u>Operating Supplies</u>	<u>Rent</u>	<u>Total In-Kind</u>
Senior Centers	\$ 33,998	\$ 23,589	\$ 9,230	\$ 281,500	\$ 348,317
III C-1 Congregate Meals	40,378	-	-	275,000	315,378
III B Supportive Services	9,026	-	-	-	9,026
	<u>\$ 83,402</u>	<u>\$ 23,589</u>	<u>\$ 9,230</u>	<u>\$ 556,500</u>	<u>\$ 672,721</u>

The Council received additional support through services contributed by volunteers that does not meet the criteria for recognition under generally accepted accounting principles because the Council would not hire additional paid employees to perform these services if volunteers were not available.

NOTE 7 BOARD OF DIRECTORS' COMPENSATION

The Board of Directors is a voluntary board; therefore no compensation has been paid to any member. However, board members are reimbursed for any out-of-pocket costs they might incur on behalf of the Council in accordance with the Council's applicable reimbursement policy.

NOTE 8 LEASE INFORMATION

The Council has entered into long-term leases for a copier, telephone system, and a postage meter and scale. These leases did not meet the criteria established for capitalized lease reporting; therefore the leases were reflected as operating leases. Terms of these leases are as follows:

	<u>Monthly Payments</u>	<u>Number of Months</u>	<u>Date Lease Began</u>
(3) Digital copiers	\$ 339	60	6/21/2005
telephone system	420	60	6/29/2005
(1) Digital copier	79	60	1/17/2008
(1) Digital copier	79	60	7/12/2007

Future minimum payments by year and in the aggregate, under these operating leases consist of the following at June 30, 2010:

CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 8 LEASE INFORMATION (Continued)

Year Ending June 30,	GE Capital (5) Digital Copiers	CIT Finance Service Telephone System	Totals
2011	5,625	4,620	\$ 10,245
2012	1,896	0	1,896
2013	1,896	0	1,896
Totals	<u>\$ 9,417</u>	<u>\$ 4,620</u>	<u>\$ 14,037</u>

Lease expense totaled \$19,819 for the year ended June 30, 2010, which includes other incidental lease payments.

NOTE 9 INCOME TAX STATUS

The Council, a non-profit corporation, is exempt from federal income taxation under Section 501(c)(3) of the Internal Revenue Code, and as an organization that is not a private foundation as defined in Section 509(a) of the Code. It is also exempt from Louisiana income tax.

The Council elected in the fiscal year ended June 30, 2010 the provisions of FASB Interpretation 48, "Accounting for Uncertainties in Income Taxes", which clarifies the accounting and disclosure for uncertain tax positions, as defined. FIN 48 seeks to reduce the diversity in practice associated with certain tax aspects of the recognition and measurement related to accounting for income taxes. Based on our evaluation, we have concluded that there are no significant uncertain tax positions requiring recognition in our financial statements.

While the Council is exempt from federal income taxes, it is still subject to tax on unrelated business taxable income (UBTI) that is generated. The Council is liable for UBTI that was generated from instant bingo games (i.e. pull tabs), dauber sales, video bingo commissions, a portion of bingo session fees, video bingo operations, the operation of Bingeaux Café and unrelated debt financed income from the rental of the Bingo Hall. In the previous years the Council experienced net operating losses, which will be applied against taxable income. The total NOL carry forward expires as follows:

<u>Year Created</u>	<u>Year Expires</u>	<u>Amount</u>
2005	2025	\$ 54,479
2006	2026	(45,780)
2007	2027	9,383
2008	2028	<u>6,731</u>
Total NOL carry forward		<u>\$ 24,813</u>

CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 10 CHANGES IN NOTES PAYABLE

The following is a summary of changes in the notes payable for the year ended June 30, 2010.

	July 1, 2009	Principal		June 30, 2010
		Additions	Reductions	
Line of credit	\$ 120,724	\$ -	\$ 48,843	\$ 71,881
Compensated absences payable	<u>21,764</u>	<u>-</u>	<u>-</u>	<u>21,764</u>
Totals	<u>\$ 142,488</u>	<u>\$ -</u>	<u>\$ 48,843</u>	<u>\$ 93,645</u>

Notes payable consists of the following:

Revolving line of credit of \$100,000 payable to Chase Bank, interest due monthly, bearing interest at a prime rate (currently 3.3398%) per annum. The credit is collateralized by land and building	\$ 71,881
Compensated absences payable	<u>21,764</u>
Total notes payable	<u>\$ 93,645</u>

The liabilities for compensated absences have been reflected as current even though management is unsure as to the eventual payment date.

NOTE 11 JUDGMENTS, CLAIMS, AND CONTINGENCIES

Management is unaware of any judgments, claims or similar contingencies.

NOTE 12 CONTINGENCIES – GRANT PROGRAM

The Council participates in a number of state and federal grant programs, which are governed by various rules and regulations. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the Council had not complied with the rules and regulations governing the grants, refunds of any money received and the collectability of any related receivable at year end may be impaired. In management's opinion, there are no significant contingent liabilities relating to compliance with the rules and regulations governing state and federal grants; therefore no provision has been recorded in the accompanying financial statements for such contingencies. Audits of prior years have not resulted in any significant disallowed costs or refunds. Any costs that might be disallowed would be recognized in the period agreed upon by the grantor agency and the Council.

**CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**NOTE 13 ECONOMIC DEPENDENCY**

The Council receives the majority of its revenue from funds provided through grants administered by the Louisiana Governor's Office of Elderly Affairs. The grant amounts are appropriated each year by the federal and state governments. If significant budget cuts are made at the federal and/or state level, the amount of the funds the Council receives could be reduced significantly and have an adverse impact on its operations.

Management is not aware of any actions that will adversely affect the amount of funds the Council will receive in the next fiscal year.

While the funds presented as Proprietary Funds will serve to reduce the dependency by the Council on federal and state grants, the Council is still deemed to be primarily dependent on the above grants to provide the basic operating funds.

**NOTE 14 RISK MANAGEMENT**

The Council is exposed to various risks of loss related to torts; thefts of, damage to, and destruction of assets, errors and omissions; job related illnesses or injuries to employees; and natural disasters. The council has purchased commercial insurance to cover or reduce the risk of loss that might arise should one of these incidents occur.

**NOTE 15 INTERFUND TRANSFERS**

These amounts represent interfund transfers between funds to supplement current year programs:

	Funds Transferred Out:				
	General Fund	Senior Centers	Supp. Sr. Ctr.	SenioRx	NSIP
<b><u>Funds Transferred In:</u></b>					
Governmental Funds:					
General Fund	\$ -	\$ 99,608	\$ -	\$ 30,685	\$ -
Special Revenue:					
Title III B	94,224	-	3,100	-	-
Title III C-1	34,346	-	-	-	-
Title III C-2	122,383	-	-	-	119,686
Title III D	14,544	-	-	-	-
Title III E	47,078	-	-	-	-
Ombudsman	22,114	-	-	-	-
Audit	1,843	-	-	-	-
Energy Assistance	4,511	-	-	-	-
SenioRx	-	-	-	-	-
Housing	10,917	-	-	-	-
Proprietary Funds:					
Bingeaux Café	65,114	-	-	-	-
<b>Total</b>	<b>\$ 417,074</b>	<b>\$ 99,608</b>	<b>\$ 3,100</b>	<b>\$ 30,685</b>	<b>\$ 119,686</b>



CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 15 INTERFUND TRANSFERS (Continued)

	Funds Transferred Out:			
	MIPPA	ARRA	Proprietary Funds-Bingo	Totals
<b><u>Funds Transferred In:</u></b>				
Governmental Funds:				
General Fund	\$ -	\$ -	\$ 327,042	\$ 457,335
Special Revenue:				
Title III B	-	-	-	97,324
Title III C-1	-	21,219	-	55,565
Title III C-2	-	10,446	-	252,515
Title III D	-	-	-	14,544
Title III E	-	-	-	47,078
Ombudsman	-	-	-	22,114
Audit	-	-	-	1,843
Energy Assistance	-	-	-	4,511
SenioRx	17,128	-	-	17,128
Housing	-	-	-	10,917
Proprietary Funds:				
Bingeaux Café	-	-	-	65,114
<b>Total</b>	<b>\$ 17,128</b>	<b>\$ 31,665</b>	<b>\$ 327,042</b>	<b>\$ 1,045,988</b>

NOTE 16 INTER-FUND RECEIVABLES (INTERFUND – RECEIVABLES)

Because the Council operates many of its programs under cost reimbursement type grants, it has to pay for costs using General Fund money and then request reimbursement. Such advances create inter-fund receivables and payables.

The Council utilizes one main bank account for operating receipts and expenditures and tracks interfund receivables and payables. There were no interfund receivables or payables at June 30, 2010.

NOTE 17 RETIREMENT COMMITMENTS

Employees of the Council are participants in the Social Security system and retirement benefits are provided by that system.

Additionally, the Council established a 403(b) tax sheltered annuity plan effective September 1, 2001.

Any eligible employee shall be eligible to participate in salary reduction contributions hereunder on the date of such employee's employment with the employer. However, with respect to non-salary reduction contributions, any eligible employee who has completed one (1) year of service shall be eligible to participate hereunder as of the date such employee has satisfied such requirements.

CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 17 RETIREMENT COMMITMENTS (Continued)

For each plan year the employer shall contribute to the plan:

- a) The amount of the total salary reduction elections of all participants made shall be deemed an employer elective contribution.
- b) On behalf of each participant who is eligible to share in matching contributions for the Plan Year, a discretionary matching contribution equal to a uniform percentage of each such Participant's Deferred Compensation, the exact percentage, if any, to be determined each year by the Employer, which amount, if any, shall be deemed an Employer Non-Elective Contribution.
- c) All contributions by the Employer shall be made in cash.

Retirement expense totaled \$9,964 for the year ended June 30, 2010.

NOTE 18 CHANGES IN FIDUCIARY FUNDS

Progressive Jackpot

Balance July 1, 2009	\$ 41,593
Additions	146,400
Reductions	<u>(110,400)</u>
Balance June 30, 2010	<u>\$ 77,593</u>

**SUPPLEMENTARY INFORMATION REQUIRED BY GASB STATEMENT 34**

**CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.**

**Budgetary Comparison Schedule**

**General Fund**

**Year Ended June 30, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Non-GAAP</u>	<u>Final Budget -</u>
			<u>Basis</u>	<u>Positive</u>
				<u>(Negative)</u>
<b>REVENUES</b>				
Intergovernmental:				
Governor's Office of Elderly Affairs	\$ 69,518	\$ 69,518	\$ 69,518	\$ -
Public Support:				
Contributions-unrestricted	52,282	52,282	65,029	12,747
Interest and other income	171	171	19	(152)
Local and miscellaneous	<u>26,524</u>	<u>26,524</u>	<u>13,152</u>	<u>(13,372)</u>
Total Revenues	<u>148,495</u>	<u>148,495</u>	<u>147,718</u>	<u>(777)</u>
<b>EXPENDITURES</b>				
Health, Welfare, & Social Services				
Current:				
Salaries	4,469	4,469	4,609	(140)
Fringe	407	407	393	14
Travel	159	159	-	159
Operating Services	1,076	1,076	-	1,076
Operating Supplies	35,147	35,147	49,706	(14,560)
Other Costs	110	110	112	(2)
Meals	9,622	9,622	7,356	2,266
Debt service-principle and interest	<u>54,137</u>	<u>54,137</u>	<u>51,086</u>	<u>3,051</u>
Total Expenditures	<u>105,125</u>	<u>105,125</u>	<u>113,262</u>	<u>(8,138)</u>
Excess (Deficiency) of Revenues over Expenditures	43,370	43,370	34,456	(8,914)
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers in	26,148	26,148	457,335	431,187
Operating transfers out	<u>(69,518)</u>	<u>(69,518)</u>	<u>(417,074)</u>	<u>(347,556)</u>
Total Other Financing Sources (Uses)	<u>(43,370)</u>	<u>(43,370)</u>	<u>40,261</u>	<u>83,631</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other (Uses)	-	-	74,717	74,717
<b>FUND BALANCES</b>				
Beginning of Year	<u>228,741</u>	<u>228,741</u>	<u>245,128</u>	<u>16,387</u>
End of Year	<u>\$ 228,741</u>	<u>\$ 228,741</u>	<u>\$ 319,845</u>	<u>\$ 91,104</u>

**CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.**

**Budgetary Comparison Schedule**

**Senior Centers**

**Year Ended June 30, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Non-GAAP</u>	<u>Final Budget -</u>
			<u>Basis</u>	<u>Positive</u>
				<u>(Negative)</u>
<b>REVENUES</b>				
Intergovernmental:				
Governor's Office of Elderly Affairs	\$ 153,500	\$ 153,500	\$ 153,500	\$ -
Calcasieu Parish Police Jury	33,600	33,600	36,436	2,836
City of Sulphur	-	-	14,333	14,333
Public Support:				
Client Contributions	-	-	21,611	21,611
Local and miscellaneous	<u>7,853</u>	<u>7,888</u>	<u>-</u>	<u>(7,888)</u>
Total Revenues	<u>194,953</u>	<u>194,988</u>	<u>225,880</u>	<u>30,892</u>
<b>EXPENDITURES</b>				
Health, Welfare, & Social Services				
Current:				
Salaries	74,916	74,916	75,886	(970)
Fringe	8,804	8,839	5,903	2,936
Travel	10,152	10,152	6,812	3,340
Operating Services	21,715	21,715	12,327	9,388
Operating Supplies	15,911	15,911	12,946	2,965
Other Costs	-	-	7,812	(7,812)
Meals	<u>-</u>	<u>-</u>	<u>4,586</u>	<u>(4,586)</u>
Total Expenditures	<u>131,498</u>	<u>131,533</u>	<u>126,272</u>	<u>5,261</u>
Excess (Deficiency) of Revenues over Expenditures	63,455	63,455	99,608	36,153
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers in (out )	<u>(63,455)</u>	<u>(63,455)</u>	<u>(99,608)</u>	<u>(36,153)</u>
Total Other Financing Sources (Uses)	<u>(63,455)</u>	<u>(63,455)</u>	<u>(99,608)</u>	<u>(36,153)</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other (Uses)	-	-	-	-
<b>FUND BALANCES</b>				
Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.**

**Budgetary Comparison Schedule**

**Title III B**

**For the Year Ended June 30, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Non-GAAP</u>	<u>Final Budget -</u>
			<u>Basis</u>	<u>Positive</u>
				<u>(Negative)</u>
<b>REVENUES</b>				
Intergovernmental:				
Governor's Office of Elderly Affairs	\$ 157,922	\$ 157,922	\$ 157,922	\$ -
Public Support:				
United Way of Southwest Louisiana	27,000	27,000	27,000	-
Client Contributions	2,500	2,500	459	(2,041)
Program service fees:				
Medicaid Fees	-	-	112	112
Local and Miscellaneous	<u>24,324</u>	<u>31,502</u>	<u>-</u>	<u>(31,502)</u>
 Total Revenues	 211,746	 218,924	 185,493	 (33,431)
<b>EXPENDITURES</b>				
Health, Welfare, & Social Services				
Current:				
Salaries	194,049	198,182	198,182	-
Fringe	20,530	21,108	21,139	(31)
Travel	4,144	4,220	4,220	-
Operating Services	42,548	44,517	44,487	30
Operating Supplies	9,005	9,427	9,427	-
Full service contracts	<u>8,025</u>	<u>25,153</u>	<u>5,362</u>	<u>19,791</u>
Total Expenditures	<u>278,301</u>	<u>302,607</u>	<u>282,817</u>	<u>19,790</u>
 Excess (Deficiency) of Revenues over Expenditures	 (66,555)	 (83,683)	 (97,324)	 (13,641)
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers in (out)	<u>66,555</u>	<u>83,683</u>	<u>97,324</u>	<u>13,641</u>
 Total Other Financing Sources (Uses)	 <u>66,555</u>	 <u>83,683</u>	 <u>97,324</u>	 <u>13,641</u>
 Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other (Uses)	 -	 -	 -	 -
<b>FUND BALANCES</b>				
Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 End of Year	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ -</u>

CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.  
 Budgetary Comparison Schedule  
 Title III C-1  
 For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	Non-GAAP Basis	Final Budget - Positive (Negative)
<b>REVENUES</b>				
Intergovernmental:				
Governor's Office of Elderly Affairs	\$ 184,857	\$ 177,784	\$ 177,784	\$ -
Public Support:				
Client Contributions	21,500	21,500	15,990	(5,510)
Local and Miscellaneous	<u>93,428</u>	<u>31,521</u>	<u>-</u>	<u>(31,521)</u>
Total Revenues	299,785	230,805	193,774	(37,031)
<b>EXPENDITURES</b>				
Health, Welfare, & Social Services				
Current:				
Salaries	167,817	111,128	127,348	(16,220)
Fringe	17,187	11,483	15,901	(4,418)
Travel	1,764	1,495	4,471	(2,976)
Operating Services	30,276	23,275	23,648	(373)
Operating Supplies	11,441	9,939	6,654	3,285
Other Costs	-	-	208	(208)
Full service contracts	<u>71,300</u>	<u>94,704</u>	<u>71,109</u>	<u>23,595</u>
Total Expenditures	299,785	252,024	249,339	2,685
Excess (Deficiency) of Revenues over Expenditures	-	(21,219)	(55,565)	(34,346)
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers in (out)	<u>-</u>	<u>21,219</u>	<u>55,565</u>	<u>34,346</u>
Total Other Financing Sources (Uses)	-	21,219	55,565	34,346
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other (Uses)	-	-	-	-
<b>FUND BALANCES</b>				
Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.**  
**Budgetary Comparison Schedule**  
**Title III C-2**  
**For the Year Ended June 30, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Non-GAAP</u>	<u>Final Budget -</u>
			<u>Basis</u>	<u>Positive</u>
				<u>(Negative)</u>
<b>REVENUES</b>				
Intergovernmental:				
Governor's Office of Elderly Affairs	\$ 194,435	\$ 190,953	\$ 190,953	\$ -
Calcasieu Parish Police Jury	100,000	100,000	100,004	4
Public Support:				
United Way of Southwest Louisiana	70,000	70,000	70,358	358
Client Contributions	<u>52,000</u>	<u>52,000</u>	<u>134,397</u>	<u>82,397</u>
Total Revenues	416,435	412,953	495,712	82,759
<b>EXPENDITURES</b>				
Health, Welfare, & Social Services				
Current:				
Salaries	310,013	331,922	331,922	-
Fringe	32,071	34,540	47,513	(12,973)
Travel	52,721	52,902	61,702	(8,800)
Operating Services	69,915	74,638	72,080	2,558
Operating Supplies	23,487	24,500	14,817	9,683
Full service contracts	<u>226,300</u>	<u>243,681</u>	<u>220,193</u>	<u>23,488</u>
Total Expenditures	714,507	762,183	748,227	13,956
Excess (Deficiency) of Revenues over Expenditures	(298,072)	(349,230)	(252,515)	96,715
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers in (out)	<u>298,072</u>	<u>349,230</u>	<u>252,515</u>	<u>(96,715)</u>
Total Other Financing Sources (Uses)	<u>298,072</u>	<u>349,230</u>	<u>252,515</u>	<u>(96,715)</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other (Uses)	-	-	-	-
<b>FUND BALANCES</b>				
Beginning of Year	-	-	-	-
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



**SUPPLEMENTARY FINANCIAL INFORMATION REQUIRED BY GOEA**

CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.  
Schedule of Non-Major Special Revenue Funds  
For the Year ended June 30, 2010

	Area Agency Administration	Title III D	Title III E	Ombudsman	N.S.I.P.
<b>REVENUES</b>					
Intergovernmental:					
Governor's Office of Elderly Affairs	\$ 62,076	\$ 9,817	\$ 73,603	\$ 71,214	\$ 119,686
Louisiana Department of Insurance	-	-	-	-	-
Public Support:					
Contributions - Unrestricted	-	-	200	5,004	-
Utility Company Assistance Programs	-	-	-	-	-
<b>Total Revenues</b>	<b>62,076</b>	<b>9,817</b>	<b>73,803</b>	<b>76,218</b>	<b>119,686</b>
<b>EXPENDITURES</b>					
Health, Welfare, & Social Services					
Current:					
Salaries	36,189	17,223	37,351	70,226	-
Fringe	4,279	1,768	3,404	9,867	-
Travel	660	91	390	8,602	-
Operating Services	17,248	2,370	7,050	5,475	-
Operating Supplies	3,700	509	1,153	2,945	-
Other Costs	-	2,400	-	127	-
Full service contracts	-	-	71,533	-	-
Meals	-	-	-	992	-
Utility Assistance	-	-	-	-	-
Capital outlay	-	-	-	98	-
<b>Total Expenditures</b>	<b>62,076</b>	<b>24,361</b>	<b>120,881</b>	<b>98,332</b>	<b>-</b>
<b>Excess (Deficiency) of Revenues over Expenditures</b>	<b>-</b>	<b>(14,544)</b>	<b>(47,078)</b>	<b>(22,114)</b>	<b>119,686</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Operating transfers in	-	14,544	47,078	22,114	-
Operating transfers out	-	-	-	-	(119,686)
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>14,544</b>	<b>47,078</b>	<b>22,114</b>	<b>(119,686)</b>
<b>Net Increase (Decrease) in Fund Balances</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES</b>					
Beginning of Year	-	-	-	-	-
End of Year	\$ -	\$ -	\$ -	\$ -	\$ -

SenioRx	Supplemental Senior Center	Utility Assistance	Audit	Housing Fund	MIPPA	ARRA	Total
\$ 102,312	\$ 3,100	\$ -	\$ 3,272	\$ -	\$ 17,128	\$ 31,665	\$ 493,873
20,441	-	-	-	-	-	-	20,441
-	-	-	-	-	-	-	5,204
-	-	38,426	-	-	-	-	38,426
122,753	3,100	38,426	3,272	-	17,128	31,665	557,944
82,711	-	-	-	-	-	-	243,700
9,350	-	-	-	1,954	-	-	30,622
2,975	-	-	-	-	-	-	12,718
9,308	-	-	5,115	(109)	-	-	46,457
3,273	-	-	-	114	-	-	11,694
1,579	-	-	-	8,958	-	-	13,064
-	-	-	-	-	-	-	71,533
-	-	-	-	-	-	-	992
-	-	46,391	-	-	-	-	46,391
-	-	-	-	-	-	-	98
109,196	-	46,391	5,115	10,917	-	-	477,269
13,557	3,100	(7,965)	(1,843)	(10,917)	17,128	31,665	80,675
17,128	-	4,511	1,843	10,917	-	-	118,135
(30,685)	(3,100)	-	-	-	(17,128)	(31,665)	(202,264)
(13,557)	(3,100)	4,511	1,843	10,917	(17,128)	(31,665)	(84,129)
-	-	(3,454)	-	-	-	-	(3,454)
-	-	12,968	-	-	-	-	12,968
\$ -	\$ -	\$ 9,514	\$ -	\$ -	\$ -	\$ -	\$ 9,514

**CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.**

**Comparative Schedule of General  
Fixed Assets and Changes in General Fixed assets  
For the year ended June 30, 2010**

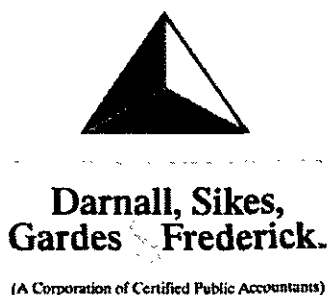
	<u>Balance July 1, 2009</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2010</u>
<b>General fixed assets, at cost:</b>				
Building	\$ 568,480	\$ -	\$ -	\$ 568,480
Land	188,100	-	-	188,100
Vehicles	108,021	-	-	108,021
Furniture and equipment	<u>143,976</u>	<u>-</u>	<u>-</u>	<u>143,976</u>
Totals	<u>\$ 1,008,577</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,008,577</u>
<b>Investment in general fixed assets:</b>				
<b>Property acquired with funds from:</b>				
Local Funds	\$ 986,784	\$ -	\$ -	\$ 986,784
SenioRx	18,443	-	-	18,443
Title III-B Ombudsman	<u>3,350</u>	<u>-</u>	<u>-</u>	<u>3,350</u>
Totals	<u>\$ 1,008,577</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,008,577</u>

**SUPPLEMENTARY FINANCIAL INFORMATION REQUIRED BY  
OMB CIRCULAR A-133**

CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.  
Schedule of Expenditures of Federal Awards  
For the Fiscal Year Ended June 30, 2010

Federal Grantor / Pass - Through Grantor / Program or Cluster Title	Federal CFDA Number	Grant Year Ended
<u>U.S. Department of Health and Human Services-</u>		
<u>Administration on Aging</u>		
Passed through the Governor's Office of Elderly Affairs:		
Aging Cluster:		
Special Programs for the Aging :		
Title III, Part B-		
Grant for Supportive Services and Senior Centers	93.044	6/30/2010
Ombudsman	93.044	6/30/2010
Subtotal CFDA # 93.044		
 Title III, Part C-Area Agency Administration	 93.045	 6/30/2010
Title III, Part C-1- Nutrition Services-Congregate Meals	93.045	6/30/2010
Title III, Part C - 2-Nutrition Services-Home Delivered Meals	93.045	6/30/2010
Subtotal CFDA # 93.045		
 Nutrition Services Incentive Program	 93.053	 6/30/2010
Totals for Aging Cluster		
 Title III D- Wellness	 93.043	 6/30/2010
 Title III E - National Family Caregiver	 93.052	 6/30/2010
 ARRA C-2	 93.705	 6/30/2010
 ARRA C-1	 93.707	 6/30/2010
 MIPPA	 93.779	 6/30/2010
 Totals for U.S. Department of Health and Human Services- Administration on Aging		
Total Federal Grants		

<u>Program or Award Amount</u>	<u>Revenue Recognized</u>	<u>Expenditures</u>
\$ 134,234	\$ 134,234	\$ 134,234
60,532	60,532	60,532
<u>194,766</u>	<u>194,766</u>	<u>194,766</u>
46,557	46,557	46,557
130,958	130,958	130,958
88,806	88,806	88,806
<u>266,321</u>	<u>266,321</u>	<u>266,321</u>
<u>119,686</u>	<u>119,686</u>	<u>119,686</u>
580,773	580,773	580,773
9,817	9,817	9,817
55,202	55,202	55,202
10,446	10,446	10,446
21,219	21,219	21,219
<u>17,128</u>	<u>17,128</u>	<u>17,128</u>
<u>694,585</u>	<u>694,585</u>	<u>694,585</u>
<u>\$ 694,585</u>	<u>\$ 694,585</u>	<u>\$ 694,585</u>



Independent Auditor's Report on Internal Control  
Over Financial Reporting and on Compliance and  
Other Matters Based on an Audit of  
Financial Statements Performed in  
Accordance with *Government Auditing Standards*

The Board of Directors  
Calcasieu Parish Voluntary Council on Aging, Inc.  
Lake Charles, Louisiana

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Calcasieu Parish Voluntary Council on Aging, Inc. as of and for the year ended June 30, 2010, which collectively comprise the Calcasieu Parish Voluntary Council on Aging, Inc.'s basic financial statements and have issued our report thereon dated September 7, 2010. We have conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered Calcasieu Parish Voluntary Council on Aging, Inc.'s internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Calcasieu Parish Voluntary Council on Aging, Inc.'s internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Calcasieu Parish Voluntary Council on Aging, Inc.'s internal control over financial reporting.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

2000 Kaliste Saloom Rd.  
Suite 300  
Lafayette, LA 70508  
Phone: 337.232.3312  
Fax: 337.237.3614

1231 E. Laurel Ave  
Eunice, LA 70535  
Phone: 337.457.4146  
Fax: 337.457.5060

1201 Brashear Ave.  
Suite 301  
Morgan City, LA 70380  
Phone: 985.384.6264  
Fax: 985.384.8140

203 S. Jefferson Street  
Abbeville, LA 70510  
Phone: 337.893.5470  
Fax: 337.893.5470

Member of:  
American Institute of  
Certified Public Accountants  
Society of Louisiana  
Certified Public Accountants  
[www.dsfcpas.com](http://www.dsfcpas.com)

Eugene H. Darnall, CPA, Deceased 1990

E. Larry Sikes, CPA/PFS, CVA, CFPTM  
Danny P. Frederick, CPA  
Clayton E. Darnall, CPA, CVA  
Eugene H. Darnall, III, CPA  
Stephanie M. Higginbotham, CPA  
John P. Armato, CPA/PFS  
J. Steven Gardes, CPA, CVA  
Jennifer S. Ziegler, CPA/PFS, CFPTM  
Chris A. Miller, CPA, CVA  
Stephen R. Dischler, MBA, CPA  
Steven G. Moosa, CPA  
M. Rebecca Gardes, CPA  
Pamela Mayeaux Bonin, CPA, CVA  
Joan B. Moody, CPA  
Erich G. Loewer, III, MTX, CPA, M.S. Tax  
Lauren F. Hebert, CPA/PFS  
Barbara Ann Watts, CPA  
Craig C. Babineaux, CPA/PFS, CFPTM  
Jeremy C. Meaux, CPA

Kathleen T. Darnall, CPA  
Dustin B. Baudin, CPA, MBA  
Kevin S. Young, CPA  
Adam J. Curry, CPA  
Chad M. Bailey, CPA  
Carol C. Guillory, CPA  
Christy S. Dew, CPA  
Cecelia A. Hoyt, CPA  
Blaine M. Crochet, CPA, M.S.  
Rachel W. Ashford, CPA  
Veronica L. LeBleu, CPA  
Jacob C. Roberie, CPA  
S. Luke Sonnier, CPA  
Kyle P. Saltzman, CPA  
Elise B. Fauchaux, CPA



### Compliance and Other Matters

As part of obtaining reasonable assurance about whether Calcasieu Parish Voluntary Council on Aging, Inc.'s financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the board of directors, management, others within the organization and is not intended to be and should not be used by anyone other than those specified parties. However, Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

*Dannall, Sikes, Gaudes & Frederick*

A Corporation of Certified Public Accountants

Lafayette, Louisiana

December 13, 2010



## Darnall, Sikes, Gardes & Frederick.

(A Corporation of Certified Public Accountants)

### Independent Auditor's Report on Compliance with Requirements Applicable to each Major Program and on Internal Control over Compliance in Accordance with OMB Circular A-133

The Board of Directors  
Calcasieu Parish Voluntary Council On Aging, Inc.  
Lake Charles, Louisiana

#### Compliance

We have audited the compliance of Calcasieu Parish Voluntary Council On Aging, Inc. with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that are applicable to its major federal program for the year ended June 30, 2010. The Calcasieu Parish Voluntary Council On Aging, Inc.'s major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. (Schedule 9). Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal programs is the responsibility of the Calcasieu Parish Voluntary Council On Aging, Inc.'s management. Our responsibility is to express an opinion on the Calcasieu Parish Voluntary Council On Aging, Inc.'s compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Calcasieu Parish Voluntary Council On Aging, Inc.'s compliance with those requirements and performing such other procedures as we consider necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Calcasieu Parish Voluntary Council On Aging, Inc.'s compliance with those requirements.

In our opinion, the Calcasieu Parish Voluntary Council On Aging, Inc. complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal program for the year ended June 30, 2010.

2000 Kaliste Saloom Rd.  
Suite 300  
Lafayette, LA 70508  
Phone: 337.232.3312  
Fax: 337.237.3614

1231 E. Laurel Ave  
Eunice, LA 70535  
Phone: 337.457.4146  
Fax 337.457.5060

1201 Brashear Ave.  
Suite 301  
Morgan City, LA 70380  
Phone: 985.384.6264  
Fax: 985.384.8140

203 S. Jefferson Street  
Abbeville, LA 70510  
Phone: 337.893.5470  
Fax: 337.893.5470

Member of:  
American Institute of  
Certified Public Accountants  
Society of Louisiana  
Certified Public Accountants  
[www.dsfcpas.com](http://www.dsfcpas.com)

Eugene H. Darnall, CPA, Deceased 1990

E. Larry Sikes, CPA/PFS, CVA, CFPTM  
Danny P. Frederick, CPA  
Clayton E. Darnall, CPA, CVA  
Eugene H. Darnall, III, CPA  
Stephanie M. Higginbotham, CPA  
John P. Armato, CPA/PFS  
J. Steven Gardes, CPA, CVA  
Jennifer S. Ziegler, CPA/PFS, CFPTM  
Chris A. Miller, CPA, CVA  
Stephen R. Dischler, MBA, CPA  
Steven G. Moosa, CPA  
M. Rebecca Gardes, CPA  
Pamela Mayeaux Bonin, CPA, CVA  
Joan B. Moody, CPA  
Erich G. Loewer, III, MTX, CPA, M.S. Tax  
Lauren F. Hebert, CPA/PFS  
Barbara Ann Watts, CPA  
Craig C. Babineaux, CPA/PFS, CFPTM  
Jeremy C. Meaux, CPA

Kathleen T. Darnall, CPA  
Dustin B. Baudin, CPA, MBA  
Kevin S. Young, CPA  
Adam J. Curry, CPA  
Chad M. Bailey, CPA  
Carol C. Guillory, CPA  
Christy S. Dew, CPA  
Cecelia A. Hoyt, CPA  
Blaine M. Crochet, CPA, M.S.  
Rachel W. Ashford, CPA  
Veronica L. LeBleu, CPA  
Jacob C. Roberie, CPA  
S. Luke Sonnier, CPA  
Kyle P. Saltzman, CPA  
Elise B. Fauchaux, CPA

### Internal Control over Compliance

The management of Calcasieu Parish Voluntary Council On Aging, Inc. is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the Calcasieu Parish Voluntary Council On Aging, Inc.'s internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing an opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Calcasieu Parish Voluntary Council on Aging, Inc.'s internal control over compliance.

A *control deficiency* in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

Calcasieu Parish Voluntary Council on Aging, Inc.'s response to the findings identified in our audit is described in the accompanying schedule of finding and questioned costs. We did not audit Calcasieu Parish Voluntary Council on Aging, Inc.'s response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of management, the Council's board of directors, others within the entity and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

*Dannall, Sikes, Gaudes & Frederick*

A Corporation of Certified Public Accountants

Lafayette, Louisiana  
December 13, 2010

CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.

Schedule of Findings and Questioned Costs  
For the Fiscal Year Ended June 30, 2010

Part I Summary of Auditor's Results

FINANCIAL STATEMENTS

Auditor's Report

An unqualified opinion has been issued on the Calcasieu Parish Voluntary Council On Aging, Inc.'s financial statements as of and for the year ended June 30, 2010.

Control and Significant Deficiencies and Material Weaknesses - Financial Reporting

There were no significant deficiencies in internal control over financial reporting disclosed during the audit of the financial statements.

Material Noncompliance - Financial Reporting

We noted no instances of material noncompliance during the audit of the financial statements.

FEDERAL AWARDS

Major Program Identification

The Calcasieu Parish Voluntary Council On Aging, Inc., for the year ended June 30, 2010, had one major program: Aging Cluster Programs, which received funds from the Department of Health and Human Services.

Low-Risk Auditee

The Calcasieu Parish Voluntary Council On Aging, Inc. is considered a low-risk auditee for the year ended June 30, 2010.

Major Program - Threshold

The dollar threshold to distinguish Type A and Type B programs is \$300,000 for the year ended June 30, 2010.

Auditor's Report - Major Program

An unqualified opinion has been issued on the Calcasieu Parish Voluntary Council On Aging, Inc.'s compliance for its major programs as of and for the year ended June 30, 2010.

CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.

Schedule of Findings and Questioned Costs (Continued)  
Year Ended June 30, 2010

Reportable Conditions - Major Program

There were no reportable conditions noted during the audit of the major federal programs.

Compliance Finding Related to Major Program

The audit did not disclose any material noncompliance or questioned costs relative to its major federal programs.

Part II Findings Relating to an Audit in Accordance with *Government Auditing Standards*

This section is not applicable for the year ended June 30, 2010.

Part III Findings and Questioned Costs Relating to the Federal Programs

The audit did not disclose any material noncompliance or questioned costs relative to its federal programs.

Part IV Management Letter

The auditor did not issue a management letter this year.

CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.

Summary Schedule of Prior Audit Findings  
Year Ended June 30, 2010

09-1 Finding: Budget Variance

Status: This finding is resolved.

**CALCASIEU PARISH VOLUNTARY COUNCIL ON AGING, INC.**

**Management's Corrective Action Plan  
Year Ended June 30, 2010**

**Response to Findings:**

**This section is not applicable for the year ended June 30, 2010.**